Form 3160-3 (August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

001

#### APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. U-02277-A

6. If Indian, Allottee or Tribe Name

| ·   |   |   |
|---|---|---|
| 1a. Type of Work: 🛛 DRILL 🔲 REENTER   | CONFIDENTIAL  | 7. If Unit or CA Agreement, Name and No. NATURAL BUTTES |
| 1b. Type of Well: ☐ Oil Well    Gas Well   ☐ Oth  | ner 🔀 Single Zone 📋 Multiple Zone                                   | 8. Lease Name and Well No.<br>NBU 1021-250              |
|   | SHEILA UPCHEGO  | 9. API Well No.   |
| WESTPORT OIL & GAS COMPANY L.P  | E-Mail: supchego@westportresourcescorp.com                          | 43-047-35792  |
| 3a. Address<br>1368 SOUTH 1200 EAST<br>VERNAL, UT 84078   | 3b. Phone No. (include area code) Ph: 435.781.7024 Fx: 435.781.7094 | 10. Field and Pool, or Exploratory NATURAL BUTTES       |
| 4. Location of Well (Report location clearly and in accorda   | nce with any State requirements.*)                                  | 11. Sec., T., R., M., or Blk. and Survey or Area        |
| At surface SWSF 780FSL 1980FEL  | 626860× 39.92815  | Sec 23 T10S R21E Mer SLB                                |
| At proposed prod. zone  | 44206284 -109.51544   | 000 20 1 100 1 2 1 1 1 1 1 0 LD                         |
| 14. Distance in miles and direction from nearest town or post 23.8 MILES SOUTHEAST OF OURAY, UTAH                         | office*   | 12. County or Parish UINTAH 13. State UT                |
| 15. Distance from proposed location to nearest property or  | 16. No. of Acres in Lease   | 17. Spacing Unit dedicated to this well                 |
| lease line, ft. (Also to nearest drig. unit line, if any) 780   | 240.00  | 120.00  |
| 18. Distance from proposed location to nearest well, drilling,  | 19. Proposed Depth  | 20. BLM/BIA Bond No. on file                            |
| completed, applied for, on this lease, ft. REFER TO TOPO C  | 9100 MD   | CO-1203   |
| 21. Elevations (Show whether DF, KB, RT, GL, etc. 5344 GL   | 22. Approximate date work will start                                | 23. Estimated duration                                  |
|   | 24. Attachments   |   |
| The following, completed in accordance with the requirements of   | f Onshore Oil and Gas Order No. 1, shall be attached to             | his form:   |
| <ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> </ol>                               | 4. Bond to cover the operation Item 20 above).                      | ns unless covered by an existing bond on file (see      |
| A Surface Use Plan (if the location is on National Forest Syst SUPO shall be filed with the appropriate Forest Service Of | em Lands, the 5. Operator certification                             | formation and/or plans as may be required by the        |
| 25. Signature (Electronic Syomissipp) ula Unche   | Name (Printed/Typed)<br>SHEILA UPCHEGO Ph: 435.781.7024             | Date 05/31/2004   |
| Title REGULATORY ANALYST  | 6   |   |
| approved by (Signature)   | Name (Printed/Typed)  BRADI FY G. HILL                              | Date VacIV-DU   |
| Title REGULATORY ANALYST  Approval of the rederal Approval of the rederal is Necessary                                    | Offienvironmental scientist III                                     | 11201109  |
|   |   |   |

operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

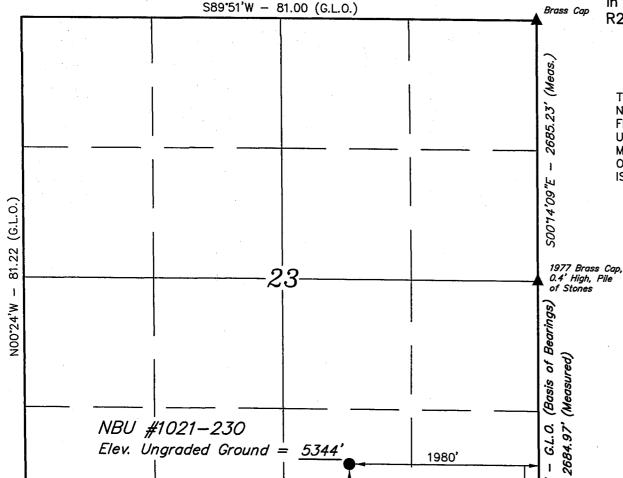
Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct

Additional Operator Remarks (see next page)

Electronic Submission #31320 verified by the BLM Well Information System For WESTPORT OIL & GAS COMPANY L.P., sent to the Vernal

JUN 0 3 2004

# T10S, R21E, S.L.B.&M.

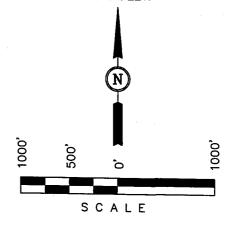


1977 Brass Cap, 0.6' High, Pile of Stones WESTPORT OIL AND GAS COMPANY, L.P.

Well location, NBU #1021-230, located as shown in the SW 1/4 SE 1/4 of Section 23, T10S, R21E, S.L.B.&M. Uintah County, Utah.

#### BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.



#### CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREFARED FROM FIELD NOTES OF ACTUAL SURVEYS MODE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BESTER

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319

Revised: T.D. 04-01-04

U INTAH E NGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

| SCALE<br>1" = 1000' | DATE SURVEYED:<br>2-20-01                 | DATE DRAWN:<br>2-21-01 |
|---------------------|---|------------------------|
| G.S. T.A. C.G.      | RTY REFERENCES G.S. T.A. C.G. G.L.O. PLAT |                        |
| WEATHER<br>COLD     |   | FANY LB                |

#### LEGEND:

= PROPOSED WELL HEAD.

▲ = SECTION CORNERS LOCATED.

S89\*58'W - 40.40 (G.L.O.)

Pile of Stones

1977 Brass Cap, Flush with Ground

LATITUDE = 39.55'41"

S89'57'20"W - 2665.89' (Meas.)

LONGITUDE = 109'30'56"

NBU #1021-320 (FKA: NBU 387) SW/SE Sec. 32,T10S,R21E UINTAH COUNTY, UTAH U-02277A

#### **ONSHORE ORDER NO. 1**

#### DRILLING PROGRAM

#### 1. Estimated Tops of Important Geologic Markers:

| Formation   | <u>Deptn</u> |
|-------------|--------------|
| Uinta       | Surface      |
| Green River | 1150'        |
| Wasatch     | 4285'        |
| Mesaverde   | 6890'        |
| TD          | 9100'        |
|             |              |

#### 2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

| Substance      | <u>Formation</u> | <u>Depth</u> |
|----------------|------------------|--------------|
|                | Green River      | 1150'        |
| Gas            | Wasatch          | 4285'        |
| Gas            | Mesaverde        | 6890'        |
| Water          | N/A              |              |
| Other Minerals | N/A              |              |

#### 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

#### 4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

#### 5. <u>Drilling Fluids Program</u>:

Please see the Natural Buttes Unit SOP.

#### 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

#### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 9100' TD, approximately equals 3640 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1638 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

#### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. Variances:

Please see Natural Buttes Unit SOP.

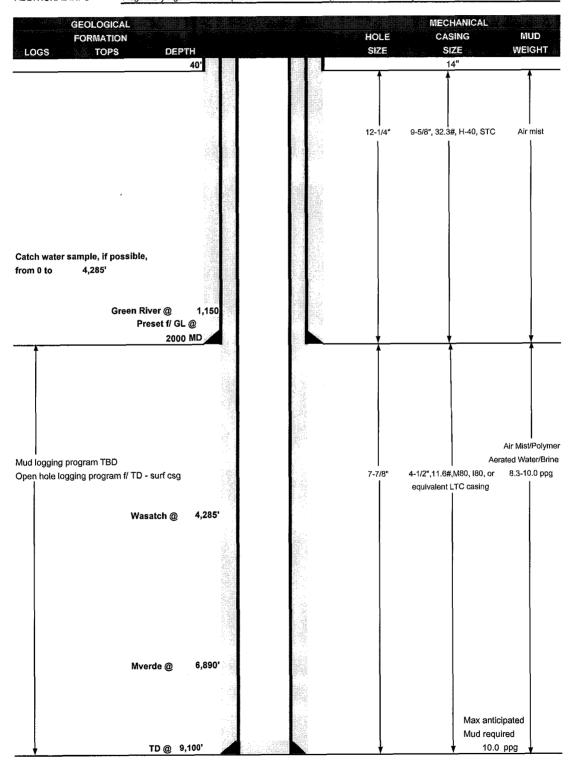
#### 10. Other Information:

Please see Natural Buttes Unit SOP.



### Westport Oil and Gas Company, L.P. <u>DRILLING PROGRAM</u>

| COMPAN  | Y NAME        | Westport Oil and Gas Co., L.P.  | D              | ATE     | March 31     | , 2004         |      |               |
|---------|---------------|---------------------------------|----------------|---------|--------------|----------------|------|---------------|
| WELL NA | AME I         | NBU 1021-230 (NBU 387)          | т              | D.      | 9,100'       | MD/TVD         |      |               |
| FIELD   | Natural Butte | s COUNTY Uintah                 | STATE Utah     |         | ELEVATION    | 5,350' G       | L K  | B 5,365'      |
| SURFAC  | E LOCATION    | 780' FSL 1980' FEL, SWSE SEC.   | 23, T10S, R21E | =       |              |                | BHL  | Straight Hole |
|         |               | Lat (39.928056) Long (109.51555 | 56)            |         |              |                | _    |               |
| OBJECT  | IVE ZONE(S)   | Wasatch/Mesaverde               |                |         |              |                |      |               |
| ADDITIO | NAL INFO      | Regulatory Agencies: BLM (MINE  | RALS & SURF    | ACE), l | JDOGM, Tri-C | ounty Health D | ept. |               |





## Westport Oil and Gas Company, L.P.

#### DRILLING PROGRAM

#### **CASING PROGRAM**

|            |                  |       |              |       |                    | DESIGN FACT  | ORS            |
|------------|------------------|-------|--------------|-------|--------------------|--------------|----------------|
|            | SIZE INTERVAL    | WT.   | GR.          | CPLG. | BURST              | COLLAPSE     | TENSION        |
| CONDUCTOR  | 16" 0-20'        |       |              |       | 2270               | 1370         | 254000         |
| SURFACE    | 9-5/8" 0 to 2000 | 32.30 | H-40         | STC   | 0.83******<br>7780 | 1.46<br>6350 | 4.49<br>201000 |
| PRODUCTION | 4-1/2" 0 to 9100 | 11.60 | M-80 or I-80 | LTC   | 2.85               | 1.34         | 2.18           |

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/fi-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

10.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

MASP

2730 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

#### CEMENT PROGRAM

|                 | FT. OF FILL | DESCRIPTION                            | SACKS                   | EXCESS       | WEIGHT      | YIELD |
|-----------------|-------------|--|-------------------------|--------------|-------------|-------|
| SURFACE LEAD    | 500         | Premium cmt + 2% CaCl                  | 215                     | 60%          | 15.60       | 1.18  |
| Option 1        |             | + .25 pps flocele                      |                         |              |             |       |
| TOP OUT CMT (1) | 200         | 20 gals sodium silicate + Premium cmt  | 50                      |              | 15.60       | 1.18  |
|                 |             | + 2% CaCl + .25 pps flocele            |                         |              |             |       |
| TOP OUT CMT (2) | as required | Premium cmt + 2% CaCl                  | as req.                 |              | 15.60       | 1.18  |
| SURFACE         |             | NOTE: If well will circulate water to  | surface, o <sub>l</sub> | otion 2 will | be utilized |       |
| Option 2 LEAD   | 1500        | Prem cmt + 16% Gel + 10 pps gilsonite  | 170                     | 35%          | 11.00       | 3.82  |
|                 |             | +.25 pps Flocele + 3% salt BWOC        |                         |              |             |       |
| TAIL            | 500         | Premium cmt + 2% CaCl                  | 180                     | 35%          | 15.60       | 1,18  |
|                 |             | + .25 pps flocele                      |                         |              |             |       |
| TOP OUT CMT     | as required | Premium cmt + 2% CaCl                  | as req.                 |              | 15.60       | 1.18  |
|                 |             |  |                         |              |             |       |
| PRODUCTION LEAD | 3,780'      | Premium Lite II + 3% KCI + 0.25 pps    | 410                     | 60%          | 11.00       | 3.38  |
|                 |             | celloflake + 5 pps gilsonite + 10% gel |                         |              |             |       |
|                 |             | + 0.5% extender                        |                         |              |             |       |
|                 |             |  |                         | erte disti   |             |       |
| TAIL            | 5,320'      | 50/50 Poz/G + 10% salt + 2% gel        | 1490                    | 60%          | 14.30       | 1.31  |
|                 | 91.5        | +.1% R-3                               | 38 aan 32. sa           |              |             |       |

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

| SURFACE PRODUCTION | Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.                   |  |  |  |  |
|--------------------|---|--|--|--|--|
|                    | Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers. |  |  |  |  |
|                    |   |  |  |  |  |

#### ADDITIONAL INFORMATION

| BOPE: 11" 3M with one annular and 2 ra    | <ul> <li>g. Test surface casing to 1,500 psi prior to drilling out.</li> <li>rms. Test to 3,000 psi (annular to 1,500 psi) prior to drilling out. Record on chart recorder &amp;</li> </ul> |
|---|---|
| tour sheet. Function test rams on each to | ip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper   |
| & lower kelly valves.                     |   |
| Drop Totco surveys every 2000'. Maxim     | ım allowable hole angle is 5 degrees.   |
|   |   |
| ENGINEER:                                 | DATE:   |
| Bradia                                    | nnev  |

DRILLING SUPERINTENDENT:

DRILLING

Randy Bayne DHD\_NBU1021-23O\_APD

<sup>\*</sup>Substitute caliper hole volume plus 15% excess for TAIL if accurate caliper is obtained

#### NBU #1021-320 (FKA: NBU 387) SW/SE Sec. **2**,T10S,R21E UINTAH COUNTY, UTAH U-02277A

#### **ONSHORE ORDER NO. 1**

#### MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the NBU#1021-32O on 4/25/01, for the subject well.

#### 1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Approximately 400' +/- of proposed access road. Refer to Topo Map B.

#### 3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

Approximately 3,100' of is proposed. Up to 8" pipeline shall be Butt Welded. Refer to Topo Map D for the location of the proposed pipeline.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon (2.5Y 6/2), a non-reflective earthtone.

#### 5. <u>Location and Type of Water Supply:</u>

Please see the Natural Buttes SOP.

#### 6. Source of Construction Materials:

Please see the Natural Buttes SOP.

#### 7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. <u>Ancillary Facilities</u>:

Please see the Natural Buttes SOP.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

As per previous onsite discussion, a 16 mil reserve pit liner with felt will be required. Extra precaution will be used with liner. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

#### 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

The following seed mixture will be used to reclaim the surface. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

| Gardiner Salt Brush | 4 lbs. |
|---------------------|--------|
| Galleta Salt Brush  | 4 lbs. |
| Shade Scale         | 4 lbs. |

#### 11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### 12. Other Information:

A Class III archaeological survey has been conducted and a copy of this report has been submitted to the Bureau of Land Management.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying within the boundaries of the Unit.

#### 13. Lessee's or Operators's Representative & Certification:

Sheila Upchego Regulatory Analyst Westport Oil &Gas Company L.P. P.O. Box 1148 Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Westport Oil &Gas Company L.P. P.O. Box 1148 Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Westport O&G Co. L.P. is considered to be the operator of the subject well. Westport O&G Co. L.P. agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR for lease activities is being provided by BLM Nationwide Bond #CO-1203.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

/s/Sheila Upchego Mila Mylheyo
Sheila Upchego

| 5/31/04 |  |
|---------|--|
| Date    |  |

## WESTPORT OIL AND GAS COMPANY, L.P.

NBU # 1021-230 SECTION 23, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES ON STATE HIGHWAY 88 TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION FROM OURAY APPROXIMATELY 11.5 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING OILFIELD SERVICE ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 5.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 1.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.6 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE WEST; FOLLOW ROAD FLAGS IN A WESTERLY THEN NORTHERLY DIRECTION APPROXIMATELY 400° TO THE PROPOSED LOCATION.

# WESTPORT OIL AND GAS COMPANY, L.P.

NBU #1021-230

LOCATED IN UINTAH COUNTY, UTAH SECTION 23, T10S, R21E, S.L.B.&M.

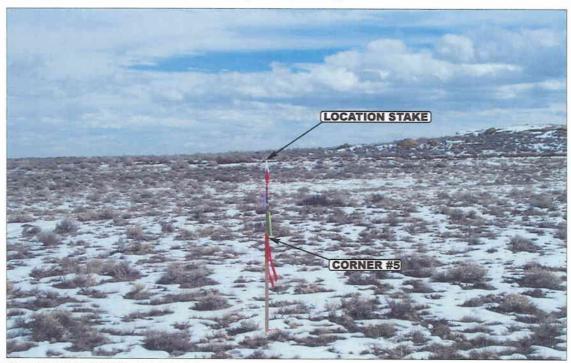


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: EASTERLY

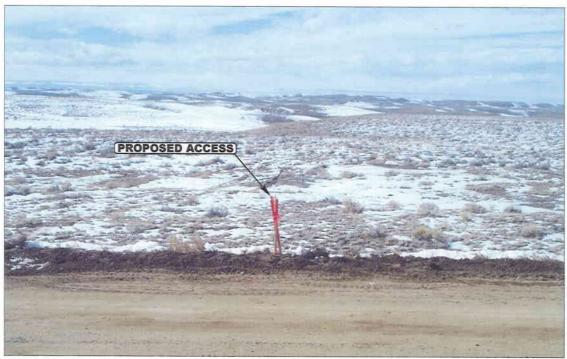


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: WESTERLY

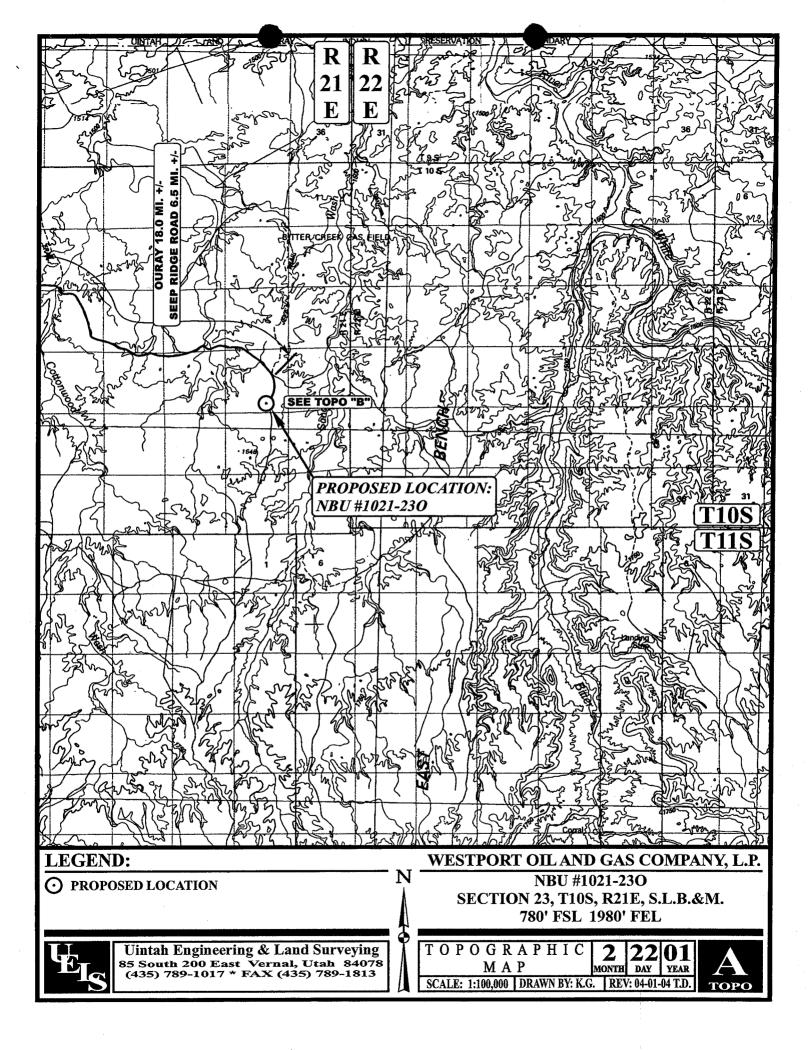


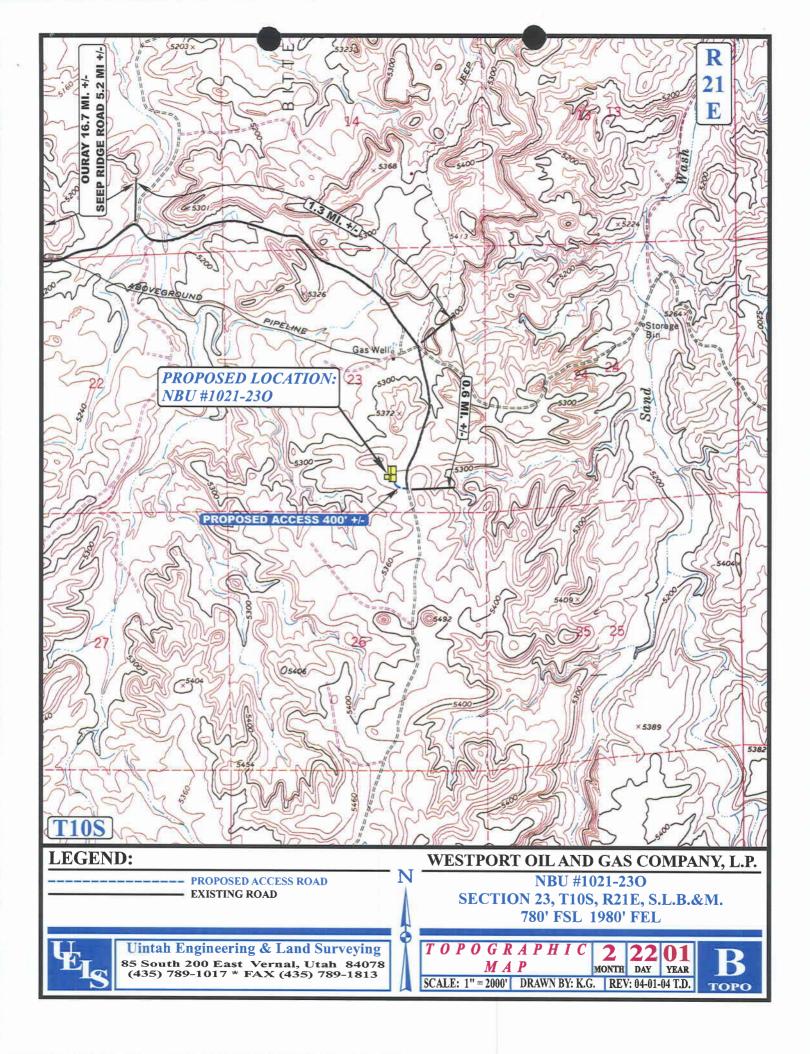
Uintah Engineering & Land Surveying
85 South 200 East Vernal, Utah 84078
435-789-1017 uels@uelsinc.com

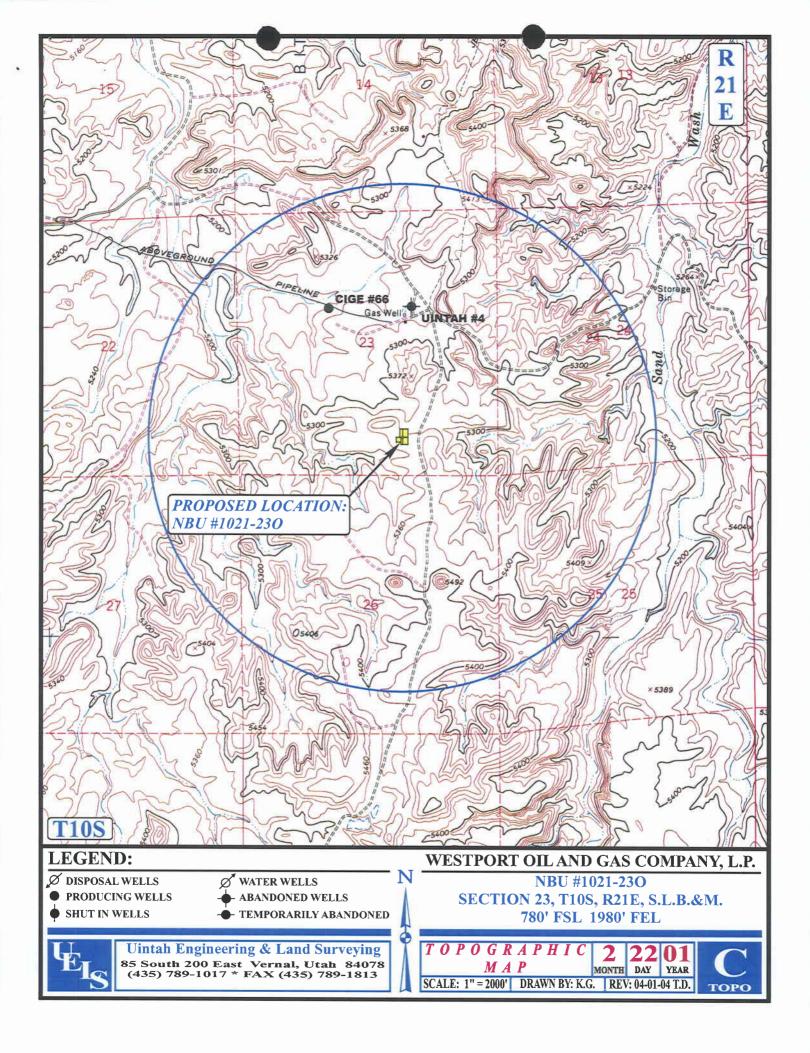
LOCATION PHOTOS

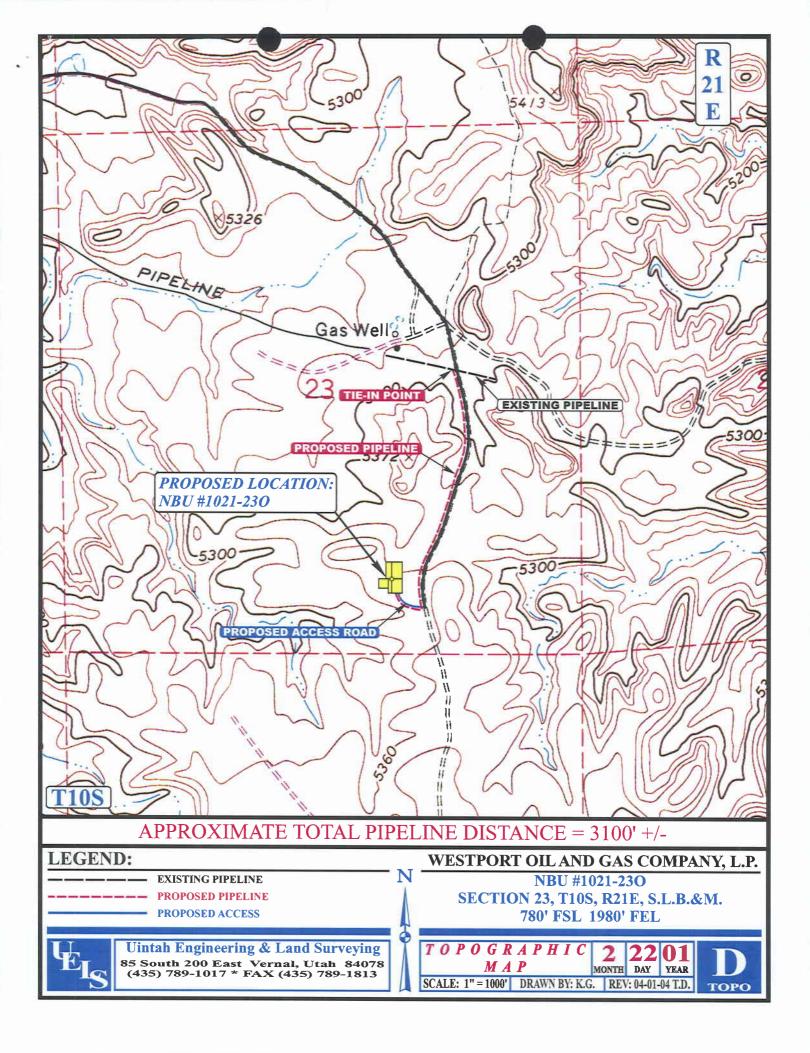
2
2
01
YEAR
TAKEN BY: G.S. | DRAWN BY: K.G. | REV: 04-01-04 T.D.

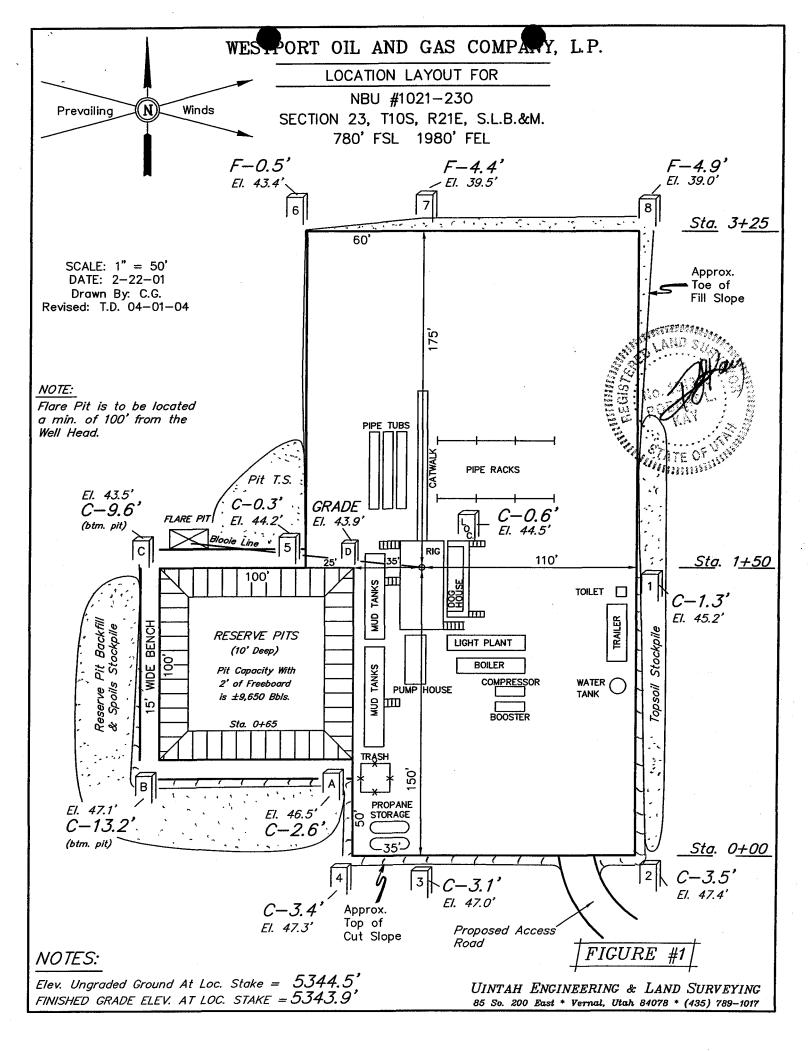
РНОТО





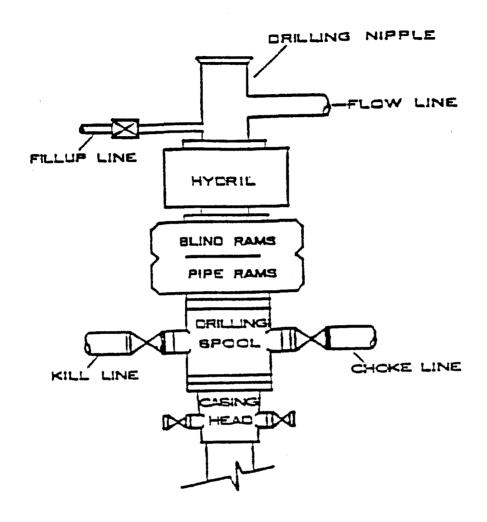


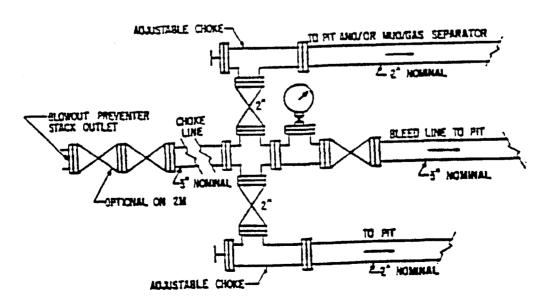




#### WESTPORT OIL AND GAS COMPARY, L.P. TYPICAL CROSS SECTIONS FOR NBU #121-230 X-Section SECTION 23, T10S, R21E, S.L.B.&M. Scale 780' FSL 1980' FEL 1" = 50'DATE: 2-22-01 110' 60' Drawn By: C.G. Revised: T.D. 04-01-04 Finished Grade CUT STA. *3+25* 110' 150' Location Stake FILL STA. 1+50 110' 100' STA. | 0+65 35' 110' Preconstruction Grade STA. 0+00 FIGUREEXCESS MATERIAL AFTER 5% COMPACTION = 2,560 Cu. Yds. APPROXIMATE YARDAGES Topsoil & Pit Backfill = 2.560 Cu. Yds. CUT (1/2 Pit Vol.) = 1,220 Cu. Yds. (6") Topsoil Stripping **EXCESS UNBALANCE** O Cu. Yds. = 4,500 Cu. Yds. Remaining Location (After Rehabilitation) 5,720 CU.YDS. TOTAL CUT UINTAH ENGINEERING & LAND SURVEYING 3,000 CU.YDS. FILL 85 So. 200 East \* Vernal, Utah 84078 \* (435) 789-1017

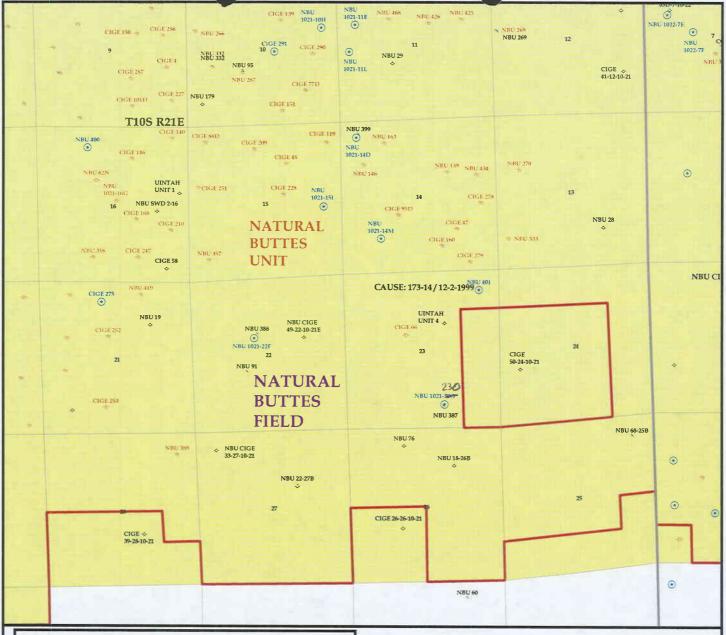
#### EOP STACK





# WORKSHEET

| 0 4 APPLICATION FOR E   | PERMIT TO DRILL                                   |   |      |
|---|---|---|------|
| APD RECEIVED: 06/03/2004  | API NO. ASSIGNED                                  | : 43-047-3579                               | 2    |
| WELL NAME: NBU 1021-230  OPERATOR: WESTPORT OIL & GAS CO ( N2115 )  CONTACT: SHEILA UPCHEGO | PHONE NUMBER: 435                                 | -781-7024                                   |      |
| PROPOSED LOCATION:  |   |   |      |
| SWSE 23 100S 210E   | INSPECT LOCATN E                                  | BY: / /                                     |      |
| SURFACE: 0780 FSL 1980 FEL<br>BOTTOM: 0780 FSL 1980 FEL                                     | Tech Review                                       | Initials                                    | Date |
| UINTAH  | Engineering                                       |   |      |
| NATURAL BUTTES ( 630 )  | Geology   | ***   |      |
| LEASE TYPE: 1 - Federal LEASE NUMBER: U-02277-A   | Surface   | -   |      |
| SURFACE OWNER: 1 - Federal PROPOSED FORMATION: MVRD COALBED METHANE WELL? NO                | LATITUDE: 39.928 LONGITUDE: 109.51                |   |      |
| RECEIVED AND/OR REVIEWED:  Plat Bond: Fed[1] Ind[] Sta[] Fee[]  (No. CO-1203)               | LOCATION AND SITING R649-2-3. Unit NATURAL BUTTE: |   |      |
| N Potash (Y/N)  | R649-3-2. Ger                                     |   |      |
| Oil Shale 190-5 (B) or 190-3 or 190-13  Water Permit (No. 43-8496 )  RDCC Review (Y/N)      | Siting: 460 From R649-3-3. Exc                    | ception                                     |      |
| (Date:) Nn Fee Surf Agreement (Y/N)   | EII Date:   | No: 173-14<br>12-2-99                       |      |
|   | R649-3-11. D:                                     | r <u>li bound vy ĝ iu</u><br>irectional Dri |      |
| COMMENTS: Sop, Sexual S   | n ko  |   |      |
| STIPULATIONS: 1- Ledelb 0 2- OIL SHH  | heprover C  |   |      |



OPERATOR: WESTPORT O&G CO (N2115)

SEC. 23 T.10S, R21E

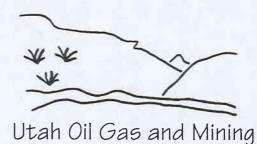
FIELD: NATURAL BUTTES (630)

**COUNTY: UINTAH** 

CAUSE: 173-14/12-2-1999

Well Status

- GAS INJECTION
  - GAS STORAGE
- LOCATION ABANDONED
- NEW LOCATION
- ♦ PLUGGED & ABANDONED
- PRODUCING GAS
- PRODUCING OIL
- SHUT-IN GAS
- SHUT-IN OIL
- ★ TEMP, ABANDONED TEST WELL
- WATER INJECTION
- WATER SUPPLY
- WATER DISPOSAL





PREPARED BY: DIANA WHITNEY DATE: 9-JUNE-2004

# United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

June 10, 2004

#### Memorandum

To:

Assistant District Manager Minerals, Vernal District

From:

Michael Coulthard, Petroleum Engineer

Subject

2004 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2004 within the Natural Buttes Unit, Uintah County, Utah.

API#

WELL NAME

LOCATION

#### (Proposed PZ Mesa Verde)

| 43-047-35797 | NBU 922-30A   | Sec | 30 | T09S | R22E | 0991 | FNL | 0444 | FEL |
|--------------|---------------|-----|----|------|------|------|-----|------|-----|
| 43-047-35794 | NBU 922-33D   | Sec | 33 | T09S | R22E | 1332 | FNL | 0940 | FWL |
| 43-047-35799 | NBU 1021-14D  | Sec | 14 | T10S | R21E | 0543 | FNL | 0578 | FWL |
| 43-047-35790 | NBU 1021-22F  | Sec | 22 | T10S | R21E | 1936 | FNL | 2270 | FWL |
| 43-047-35792 | NBU 1021-230  | Sec | 23 | T10S | R21E | 0780 | FSL | 1980 | FEL |
| 43-047-35788 | State 920-360 | Sec | 36 | T09S | R20E | 0828 | FSL | 2085 | FEL |
| 43-047-35796 | NBU 921-31C   | Sec | 31 | T09S | R21E | 0875 | FNL | 2015 | FWL |
| 43-047-35793 | NBU 921-9G    | Sec | 9  | T09S | R21E | 2156 | FNL | 1945 | FEL |
| 43-047-35795 | NBU 921-13A   | Sec | 13 | T09S | R21E | 1072 | FNL | 0854 | FEL |

Please be advised that State Lease ML-48757 (S½ Section 36 Township 9 South Range 20 East) is **not** committed to the Wilkin Ridge unit. Please report State 920-360, 4304735788, to State Lease ML-48757. Review of the Natural Buttes Unit shows that the State 920-36P, 4304734423, should also be reported to State Lease ML-48757.

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard



State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER

Governor

GAYLE F. McKEACHNIE Lieutenant Governor

June 14, 2004

Westport Oil & Gas Company LP 1368 South 1200 East Vernal, UT 84078

Re:

NBU 1021-230 Well, 780' FSL, 1980' FEL, SW SE, Sec. 23, T. 10 South, R. 21 East, Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-35792.

Sincerely,

John R. Baza Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

| Operator:              | Westport Oil & Gas Company LP |                    |            |  |
|------------------------|-------------------------------|--------------------|------------|--|
| Well Name & Number     | NBU 10                        | 021-230            |            |  |
| API Number:            | 43-047-                       | 35792              |            |  |
| Lease:                 | U-0227                        |                    |            |  |
| Location: <u>SW SE</u> | Sec. 23                       | <b>T.</b> 10 South | R. 21 East |  |

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

Form 3160-3 (August 1999)

#### **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

| <ol><li>Lease Serial No.</li></ol> |  |
|------------------------------------|--|
| UTU02277A                          |  |

6. If Indian, Allottee or Tribe Name

| 0 | 0 | f |
|---|---|---|
| v | v | ₹ |

#### APPLICATION FOR PERMIT TO DRILL OR REENTER

| 1a. Type of Work: ☑ DRILL ☐ REENTER  | CONFIDENTIAL  | 7. If Unit or CA Agreement, Name UTU63047A           | and No.         |
|--|---|--|-----------------|
| 1b. Type of Well: ☐ Oil Well ☐ Gas Well ☐ Oth  | ner Single Zone Multiple Zone                                       | 8. Lease Name and Well No.<br>NBU 1021-230           |                 |
|  | SHEILA UPCHEGO<br>E-Mail: supchego@westportresourcescorp.com        | 9. API Well No.<br>43-047-3                          | 35792-00-X1     |
| 3a. Address<br>1368 SOUTH 1200 EAST<br>VERNAL, UT 84078  | 3b. Phone No. (include area code) Ph: 435.781.7024 Fx: 435.781.7094 | 10. Field and Pool, or Exploratory<br>NATURAL BUTTES |                 |
| 4. Location of Well (Report location clearly and in accorda  | nce with any State requirements.*)                                  | 11. Sec., T., R., M., or Blk. and Sur                | rvey or Area    |
| At surface SWSE 780FSL 1980FEL At proposed prod. zone  |   | Sec 23 T10S R21E Mer S<br>SME: BLM                   | LB              |
|  | Cr. w   | 10 Control Delat                                     | I 12 Circ       |
| <ol> <li>Distance in miles and direction from nearest town or post of<br/>23.8 MILES SOUTHEAST OF OURAY, UTAH</li> </ol> | office*   | 12. County or Parish UINTAH                          | 13. State<br>UT |
| 15. Distance from proposed location to nearest property or   | 16. No. of Acres in Lease   | 17. Spacing Unit dedicated to this v                 | vell            |
| lease line, ft. (Also to nearest drig. unit line, if any) 780  | 240.00  | 120.00   |                 |
| 18. Distance from proposed location to nearest well, drilling,   | 19. Proposed Depth  | 20. BLM/BIA Bond No. on file                         |                 |
| completed, applied for, on this lease, ft. REFER TO TOPO C   | 9100 MD   | CO1203   |                 |
| 21. Elevations (Show whether DF, KB, RT, GL, etc. 5344 GL  | 22. Approximate date work will start                                | 23. Estimated duration                               |                 |

#### 24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- A Drilling Plan.
   A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the authorized officer.

| 25. Signature<br>(Electronic Submission)        | Name (Printed/Typed) SHEILA UPCHEGO Ph: 435.781.7024 | Date 07/12/2004 |
|---|--|-----------------|
| Title REGULATORY ANALYST                        |  |                 |
| Approved by (Signature) (Electronic Submission) | Name (Printed/Typed) ED FORSMAN                      | Date 08/20/2004 |
| Title ACTING AFM FOR MINERAL RESOURCES          | Office<br>Vernal                                     |                 |

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

#### Additional Operator Remarks (see next page)

Electronic Submission #32929 verified by the BLM Well Information System For WESTPORT OIL & GAS COMPANY LP, sent to the Vernal Committed to AFMSS for processing by LESLIE WALKER on 07/20/2004 (04LW4332AE)

#### **Additional Operator Remarks:**

NO REMARK PROVIDED

#### Revisions to Operator-Submitted EC Data for APD #32929

#### **Operator Submitted**

Lease:

U-02277-A

Agreement:

NATURAL BUTTES

Operator:

WESTPORT OIL & GAS COMPANY L.P.

1368 SOUTH 1200 EAST VERNAL, UT 84078 Ph: 435.781.7024 Fx: 435.781.7094

Admin Contact:

SHEILA UPCHEGO OPERATIONS 1368 SOUTH 1200 EAST VERNAL, UT 84078 Ph: 435.781.7024 Fx: 435.781.7094

E-Mail: supchego@westportresourcescorp.com

**Tech Contact:** 

SHEILA UPCHEGO REGULATORY ANALYST 1368 SOUTH 1200 EAST VERNAL, UT 84078

Well Name: Number:

NBU 1021-230

Location:

State:

County: S/T/R:

Surf Loc:

UINTAH Sec 23 T10S R21E Mer SLB SWSE 780FSL 1980FEL

Field/Pool:

NATURAL BUTTES

Bond:

CO-1203

**BLM Revised (AFMSS)** 

UTU02277A

UTU63047A

WESTPORT OIL & GAS COMPANY LP

1368 SOUTH 1200 EAST VERNAL, UT 84078 Ph: 435 789 4433 Fx: 435 789 4436

SHEILA UPCHEGO REGULATORY ANALYST 1368 SOUTH 1200 EAST VERNAL, UT 84078 Ph: 435.781.7024 Fx: 435.781.7094

E-Mail: supchego@westportresourcescorp.com

SHEILA UPCHEGO REGULATORY ANALYST 1368 SOUTH 1200 EAST VERNAL, UT 84078

NBU 1021-230

**ÜİNTAH** 

Sec 23 T10S R21E Mer SLB **SWSE 780FSL 1980FEL** 

NATURAL BUTTES

CO1203

COAs Page 1 of 3 Well No.: NBU 1021-230

# CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

| Company/Operator:       | vvestport Oil & Gas Company                   |
|-------------------------|---|
| Well Name & Number:     | NBU 1021-23O                                  |
| API Number:             | 43-047-35792                                  |
| Lease Number:           | UTU - 02277-A                                 |
| Location: <u>SWSE</u> S | ec. <u>23</u> TWN: <u>10S</u> RNG: <u>21E</u> |
| Agreement:              | NATURAL BUTTES WS MV                          |

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

COAs Page 2 of 3 Well No.: NBU 1021-230

#### CONDITIONS OF APPROVAL FOR NOTICE TO DRILL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease, which would entitle the applicant to conduct operations thereon.

Submit an electronic copy of all logs run on this well in LAS format. This submission will replace the requirement for submittal of paper logs to the BLM.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

#### Casing Program and Auxiliary Equipment

As a minimum, the usable water and oil shale resources shall be isolated and/or protected by having a cement top for the production casing at least 200 ft. above the top of the Wasatch Formation, identified at  $\pm$  4,285 ft.

COAs Page 3 of 3 Well No.: NBU 1021-230

# SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- The reserve pit shall be lined with a felt liner first with a nylon reinforced plastic liner to be laid over the felt.
- No construction or drilling shall be allowed during the antelope kidding season of May 15 through June 20.
- No construction or drilling shall be allowed during the burrowing owl nesting season of April 1 to August 15.
- No construction or drilling would be allowed when soils are wet or muddy to protect highly erosive soils.
- The subsoil which is piled on the location is for the construction of tank dikes. Topsoil will
  not be used for the construction of tank dikes.
- · The seed mix for this location shall be:

Shadscale Atriplex confertifolia 3 lbs. /acre
Gardner saltbush Atriplex gardneri 3 lbs. /acre
Galleta grass Hilaria jamesii 6 lbs. /acre

- -All pounds are in pure live seed.
- -Reseeding may be required if first seeding is not successful.
- 4 to 6 inches of topsoil should be stripped from the location and windrowed as shown on the
  cut sheet. The topsoil shall then be broadcast seeded with the recommended seed mix
  immediately after it has been windrowed and the seed walked into the soil with a dozer.
- The topsoil from the reserve pit should be stripped and piled separately near the reserve pit.
   When the reserve pit is closed, it shall be recontoured and the topsoil respread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be recontoured to natural contours, topsoil respread where appropriate, and the entire location seeded with the recommended seed mix. Seeding should take place by broadcasting the seed and walking it into the soil with a dozer immediately after the dirt work is completed.
- If cultural or paleontological materials are found, cease work and notify this office immediately.

| FORM A        | PROVED        |
|---------------|---------------|
| OMB No.       | 1004-0135     |
| Expires Jnove | mber 30, 2000 |

| *Yorm 3169-5<br>(August 1999)                                      |  | UNITED STATES<br>PARTMENT OF THE IN   |  | OMB No. 1004-0135<br>Expires Jnovember 30, 2000   |
|--|--|---|--|---|
|  | BUR  | REAU OF LAND MANA   | GEMENT   | 5. Lease Serial No.   |
|  |  | NOTICES AND REPORT  |  | U-02277-A   |
|  |  | s form for proposals to<br>. Use Form 3160-3 (APD   |  | 6. If Indian, Allottee or Tribe Name  |
|  |  |   |  | 7. If Unit or CA/Agreement, Name and/or No.   |
|  |  | LICATE – Other instru   | ctions on reverse side   | NATURAL BUTTES  |
| 1. Type of W   |  | Other   | OOMINIMAL  | 8. Well Name and No.  |
| 2. Name of O   |  | CI Other  |  | NBU 1021-230  |
|  | T OIL & GAS C  | OMPANY, L.P.  |  | 9. API Well No.   |
| 3a. Address  | 7 0,2 4 0,10 0   | <u> </u>  | 3b. Phone No. (include area code)  | 43-047-35792  |
| 1368 S. 120  | 00 E., VERNAL,   | UT 84078  | 435-781-7044   | 10. Field and Pool, or Exploratory Area   |
|  |  | , T., R., M., or Survey Description   | on)  | NATURAL BUTTES  |
| SECTION 2  | 3, T10S, R21E  |   |  | 11. County or Parish, State   |
| 780' FSL, 1  | 980' FEL <b>- Sw</b> S   | <b>E</b>  | :  | UINTAH COUNTY, UTAH   |
|  | 12. CHECK API  | PROPRIATE BOX(ES) TO  | INDICATE NATURE OF NOTICE, F   | REPORT, OR OTHER DATA   |
| TYPE OF  | SUBMISSION   |   | TYPE OF ACTION   | 1   |
| Notice of I  |  | Acidize Alter Casing Casing Repair Change Plans   | Fracture Treat Reclamatic  New Construction Recomplet  Plug and Abandon Temporari  | te X Other  ly Abandon APD EXTENSION  |
| Final Abar   | donment Notice   | Convert to Injection  | Plug Back Water Disp   | posal   |
| If the proposa<br>Attach the Bo<br>following com<br>testing has be | I is to deepen direction<br>and under which the wo<br>reletion of the involved | ally or recomplete horizontally, gi<br>ork will be performed or provide<br>I operations. If the operation resu<br>Abandonment Notices shall be file | ive subsurface locations and measured and tn<br>the Bond No. on file with BLM/BIA. Requi<br>Its in a multiple completion or recompletion | any proposed work and approximate duration thereof, are vertical depths of all pertinent markers and zones, ared subsequent reports shall be filed within 30 days in a new interval, a Form 3160-4 shall be filed once amation, have been completed, and the operator has |
| Westport Oi  | I & Gas Compar   | ny, L.P. hereby requests  | s an one year extension on the   | APD.  |
| CCFY:<br>Date:<br>Initials   | eent 10 Operator<br>6-28-05  |   | Approved by the Utah Division of Oil, Gas and Mining Date: 06-77-79  |   |
|  | - MEM.   |   | By:  |   |

14. I hereby certify that the foregoing is true and correct Title Name (Printed/Typed) Regulatory Analyst Raleen Weddle Date June 21, 2005 THIS SPACE FOR FEDERAL OR STATE USE Title Date Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



(this form should accompany the Sundry Notice requesting permit extension)

| API:   |         |
|--------|---------|
| 14/-11 | Manner- |

4304735792

Wali Name:

NBU 1021-230

Location:

780' FSL, 1980' FEL, SWSE SEC. 23, T10S, R21E

Company Permit Issued to: WESTPORT OIL & GAS COMPANY, LP

Date Original Permit Issued: 6/14/2004

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some Items related to the application, which should be verified.

If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑

Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□No☑

Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑

Have there been any changes to the access route including ownership, or rightof-way, which could affect the proposed location? Yes□No ☑

Has the approved source of water for drilling changed? Yes□Not⊠

Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑

Is bonding still in place, which covers this proposed well? Yes☑No□

Signature

6/21/2005

Date

Title: REGULATORY ANALYST

Representing: WESTPORT OIL & GAS COMPANY

**RECEIVED** JUN 2 4 2005

Form 2160-5 (August 1999)

# UN D STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| JUL | 2 | <b>0</b> *2005 |
|-----|---|----------------|

EGEIN

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

Lease Serial No.

Ū-02277-A

| SUNDRY | <b>NOTICES</b> | AND | <b>REPORTS</b> | ON '  | WELLS |
|--------|----------------|-----|----------------|-------|-------|
|        |                |     |                | • • • |       |

Do not use this form for proposals to drill on Yeenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

7. If Unit or CA/Agreement, Name and/or No.

If Indian, Allottee or Tribe Name

| SUBMIT IN TRIPLICATE - Oti | er instructions on reverse side |
|----------------------------|---------------------------------|
|----------------------------|---------------------------------|

1. Type of Well

Oil Well Sas Well Other

2. Name of Operator

WESTRORT OIL & GAS COMPANY I C

8. Well Name and No. NBU 1021-230

NATURAL BUTTES

WESTPORT OIL & GAS COMPANY, L.C.

3a. Address | 3b. Pho

9. API Well No. Phone No. (include area code) 43-047-35792

1368 SOUTH 1200 EAST, VERNAL, UTAH 84078

(435)781-7060 10. Field and Pool, or Exploratory Area

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

NATURAL BUTTES

11. County or Parish, State

780' FSL 1980' FEL SWSE SEC 23-T10S-R21E

UINTAH, UTAH

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION       | TYPE OF ACTION   |
|--------------------------|--|
| Notice of Intent         | Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity |
| Subsequent Report        | Casing Repair Change Plans New Construction Recomplete APD EXTENSION Temporarily Abandon BLM                   |
| Final Abandonment Notice | Convert to Injection Plug Back Water Disposal  |

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof.

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones.

Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

The operator requests that the APD be extended for an additional year so that drilling operations may be completed.

RECEIVED
SEP 0 9 2005

DIV. OF OIL, GAS & MINING

### **CONDITIONS OF APPROVAL ATTACHED**

| Dina Domenico<br>THIS S                                     | July 8, 2005  SPACE FOR FEDERAL OR STATE USE |
|---|--|
| Signature Dina Domenica                                     | July 8, 2005                                 |
| DEBRA DOMENICI  | ASSOCIATE ENVIRONMENTAL ANALYST              |
| Name (Printed/Typed)  | Title  |
| 14. I hereby certify that the foregoing is true and correct |  |

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds level or equitable title to those rights in the subject lease

Office

certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)



## **CONDITIONS OF APPROVAL**

## Westport Oil & Gas Co.

### **Notice of Intent APD Extension**

Lease:

UTU-02277-A

Well:

NBU 1021-230

Location:

SWSE Sec 23-T10S-R21E

An extension for the referenced APD is granted with the following conditions:

- The extension and APD shall expire on 08/20/06 1.
- No other extension shall be granted. 2.

If you have any other questions concerning this matter, please contact Matt Baker of this office at (435) 781-4490

# STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

FORM 6

| WALTERNA | AATIAN | CODIA |
|----------|--------|-------|
| ENTITY   | ACHON  | FUKM  |

Operator:

WESTPORT OIL & GAS COMPANY L.P.

Operator Account Number: N 2115

Address:

1368 SOUTH 1200 EAST

city VERNAL

state UT zip 84078

Phone Number: (435) 781-7024

Well 1

| API Number  | Well                     | Name                 | QQ   | Sec     | Twp | Rng | County                          |
|-------------|--------------------------|----------------------|------|---------|-----|-----|---------------------------------|
| 4304735792  | NBU 1021-230             |                      | SWSE | 23      | 108 | 21E | UINTAH                          |
| Action Code | Current Entity<br>Number | New Entity<br>Number | S    | pud Da  | te  | i . | ity Assignment<br>ffective Date |
| В           | 99999                    | 2900                 | 1    | 2/8/200 | 5   | 12  | 15/05                           |

Comments:

MIRU PETE MARTIN BUCKET RIG. MVRD=WSMV SPUD WELL LOCATION ON 12/8/2005 AT 1400 HRS.

"CONFIDENTIAL"

| API Number  | Well                     | Name                 | QQ        | Sec     | Twp                                 | Rng | County  |
|-------------|--------------------------|----------------------|-----------|---------|-------------------------------------|-----|---------|
| 4304736491  | NBU 1022-9M              |                      | swsw      | 9       | 105                                 | 22E | UINTAH  |
| Action Code | Current Entity<br>Number | New Entity<br>Number | Spud Date |         | Entity Assignment<br>Effective Date |     |         |
| В           | 99999                    | 2900                 | 1         | 2/8/200 | 5                                   | 12  | 1/15/05 |

MIRU PETE MARTIN BUCKÉT RIG.  $\omega$   $\sim$   $\gamma$   $\sim$   $\nu$   $\sim$  SPUD WELL LOCATION ON 12/8/2005 AT 0700 HRS.

**—** J

Well 3

0

| API Number  | Well I                   | vame                 | QQ | QQ Sec Twp Rng |             | Rng | County                       |  |
|-------------|--------------------------|----------------------|----|----------------|-------------|-----|------------------------------|--|
| Action Code | Current Entity<br>Number | New Entity<br>Number | \$ | pud Da         | te          |     | y Assignment<br>fective Date |  |
| omments;    |                          |                      |    | <del></del>    | <del></del> |     |                              |  |

#### **ACTION CODES:**

(5/2000)

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- C Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

TO FAR PAIR RUSE! From SHEILER UPCHEGO

CO.Dept. (ITDOGM)

Phone # 80) 538-5336

From SHEILER UPCHEGO

Phone #(35) 78 + 7024

Fax # 125 | 78 | -7024

SHEILA UPCHEGO

Name (Propage Print)

Stignature

Name (Propage Print)

Stignature

REGULATORY ANALYST

12/13/2005

Title

RECEIVED

DEC 1 3 2005

DIV. OF OIL, GAS & MINING

Form 3 160-5 (August 1999)

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM AF       | PPROVED     |
|---------------|-------------|
| OMB No.       | 1004-0135   |
| Expires Jnove | mber 30 200 |

5. Lease Serial No.

| SUNDRY NOTICES AND REPORTS ON WELLS  |   |  |   |   | U-02277-A  |  |   |   |
|--|---|--|---|---|--|--|---|---|
|  | form for proposals to   |  |   |   |  | 6. If Indian, A  | llot                                      | tee or Tribe Name   |
| abandoned well.  | Use Form 3160-3 (APD)   | for su   | ıch proposal  | s.  |  |  |   |   |
|  |   |  |   |   | _  | 7. If Unit or C  | A/A                                       | Agreement, Name and/or No.  |
| SUBMIT IN TRIPL  | ICATE – Other instruc   | tions  | s on reverse  | e sia   | le   | 1 INIIT #004   | ഹം  | 20004   |
| 1. Type of Well  |   |  |   |   |  | UNIT #8910   |   | TTES UNIT   |
| Oil Well X Gas Well  | Other   |  |   |   | ļ  | 8. Well Name   |   |   |
| 2. Name of Operator  | U Other   | ANH  | <del>sinenti</del>  | Al  | -  | NBU 102  |   |   |
| KERR McGEE OIL & GAS (   | NICHODE I D   | VIII   | INPARIS   |   |  | 9. API Well N  |   | 230   |
| 3a. Address  | ·······   | 3b. P  | hone No. (includ  | le are  | a coda)  | 430473579  |   |   |
| 1368 SOUTH 1200 EAST V   |   |  | 781-7024  | 16 11/6   |  |  |   | or Exploratory Area   |
| 4. Location of Well (Footage, Sec.,  |   | <u> </u>   | 701-7024  |   |  | NATURAL I  |   |   |
| Leenien er wen (2 beinge, been,  | "   |  |   |   | 11. County or I  |  |   |   |
| SWSE SEC. 23, T10S, R231   | F 780'FSI 1980'FFI  |  |   |   |  | •  |   |   |
| 57762 626. 26, 7766, 7726.   | - 7007 OL, 10007 LL   |  |   |   | j  | UINTAH CO  | JUI                                       | NTY, UTAH   |
| 12. CHECK APP  | ROPRIATE BOX(ES) TO IN  | JDICA  | TE NATURE (   | OF N  | OTICE, RE  | EPORT. OR O  | TH  | ER DATA   |
| TYPE OF SUBMISSION   |   |  | <del></del>   |   | ACTION   |  |   |   |
| TITE OF BODINIBBION  |   |  | 111   | L OI  | ACTION   |  |   |   |
| Notice of Intent   | Acidize   | =  | epen  | =   | ,  | Start/Resume)  |   | Water Shut-Off  |
| W Subsequent Person  | Alter Casing  | _  | cture Treat   | =   | Reclamation  |  | 띩   | Well Integrity  |
| Subsequent Report  | Casing Repair Change Plans  |  | w Construction<br>g and Abandon   | =   | Recomplete<br>Temporarily  |  | XI  | Other MAINTENANCE   |
| Final Abandonment Notice   | Convert to Injection  | =  | g Back  | =   | Water Dispo  |  | -   |   |
| If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final formula of the complete of the site is ready for final formula of the complete of the complet | ck will be performed or provide the operations. If the operation results candonment Notices shall be filed all inspection.  ATE, PU TBG FROM TRAILESS DWN, PUMP 80 BBL'S COUBLE KEEPING WELL U7608'. PUMP 10 BBL'S 10#ER TO PROD. RD 5:00PM S | e Bond is in a minonly after LER. Manual DWN UNDER | No. on file with I ultiple completion ter all requirement MOVE RIG FR CSG, AND 30 R CONT. RIH | BLM/F<br>or rec<br>ts, inc<br>COM I<br>BBL<br>WHI<br>BG F | BIA. Require<br>completion in<br>luding reclam<br>NBU 1022-<br>'S DWN TI<br>LE CSG W<br>OR TOP K | ed subsequent rep<br>a new interval, a<br>nation, have been<br>-21C TO NBU<br>BG TO KILL<br>VAS FLOWIN<br>ILL. ND 5000 | orts<br>a For<br>con<br>102<br>WE<br>G. F | shall be filed within 30 days<br>m 3160-4 shall be filed once<br>appleted, and the operator has<br>21-230. MI RU, 400# ON<br>LL. ND WELL HEAD<br>RIH W/ 86 JT'S OF NEW<br>BOP'S AND EQUIP, NU |
| 14. I hereby certify that the foregoing Name (Printed/Typed)   | is true and correct   | Title  |   |   |  |  |   |   |
| Sheila Upchego   |   | Reg  | gulatory Anai   | yst   |  |  |   |   |
| 11/1/1/1///////////////////////////////  | NACON   |  | ust 28, 2006  | 3   |  |  |   |   |
| ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~  | HIS SPACE I   | FOR FI   | EDERAL OR S   | TATE  | USE  |  |   |   |
| Approved by  |   |  | Title   |   |  | Date   |   |   |
|  |   |  |   |   |  |  |   |   |
| Conditions of approval, if any, are attached<br>certify that the applicant holds legal or equit<br>which would entitle the applicant to conduct  | able title to those rights in the subject   |  | Office  |   |  |  | <b>-</b>                                  | .OEU/ED   |

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3160-5 (August 1999)

### UNITED STATES DEPARTMENT OF THE INTERIOR

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

U-02277-A

| 6. If Indian, Allottee or Tribe Name |  |
|--------------------------------------|--|

If Unit or CA/Agreement, Name and/or No.

FORM APPROVED

OMB No. 1004-0135

Expires Jnovember 30, 2000

| SUBMIT  | IN          | TRIPLICATE – Other inst | ructions o | on | reverse | side |
|---------|-------------|-------------------------|------------|----|---------|------|
| SUDIMIT | // <b>T</b> | INIT LIGHTL - Culci mot |            |    |         |      |

| SUBMIT IN TRIPL                     | ICATE – Other instru               | ıctions on reverse side        |   |   |
|-------------------------------------|------------------------------------|--------------------------------|---|---|
| 1. Type of Well                     |                                    |                                | NATU  | RAL BUTTES UNIT                               |
| Oil Well X Gas Well                 | Other                              |                                | 8. Wel                                      | l Name and No.                                |
| 2. Name of Operator                 |                                    | <del></del>                    | NBU   | 1021-230                                      |
| WESTPORT OIL & GAS CC               | MPANY L.P.                         |                                | 9. API                                      | Well No.                                      |
| 3a. Address                         |                                    | 3b. Phone No. (include area co | ode) 43-04                                  | 7-35792                                       |
| 1368 SOUTH 1200 EAST V              | 'ERNAL, UT 84078                   | (435) 781-7024                 | 10. Fiel                                    | d and Pool, or Exploratory Area               |
| 4. Location of Well (Footage, Sec., |                                    | ion)                           | NATU  | RAL BUTTES                                    |
|                                     |                                    |                                | 11. Cou                                     | inty or Parish, State                         |
| SWSE SECTION 23-T10S-F              | R21E 780'FSL & 1980                | 'FEL                           | UINTA                                       | AH COUNTY, UTAH                               |
| 12. CHECK APP                       | ROPRIATE BOX(ES) TO                | INDICATE NATURE OF NOT         | TICE, REPORT,                               | OR OTHER DATA                                 |
| TYPE OF SUBMISSION                  |                                    | TYPE OF A                      | CTION                                       |   |
| Notice of Intent  Subsequent Report | Acidize Alter Casing Casing Repair | Fracture Treat Re              | oduction (Start/Re<br>clamation<br>complete | Water Shut-Off Well Integrity Other WELL SPUD |
| Subsequent Report                   | Change Plans                       |                                | mporarily Abando                            | on  |
| Final Abandonment Notice            | Convert to Injection               | Plug Back Wz                   | iter Disposal                               |   |
|                                     |                                    |                                |   |   |

MIRU PETE MARTIN BUCKET RIG. DRILLED 20" CONDUCTOR HOLE TO 40'. RAN 14" 36.7# SCHEDULE 10 PIPE. CMT W/28 SX READY MIX.

MIRU BILL MARTIN AIR RIG. DRILLED 12 1/4" SURFACE HOLE TO 2020'. RAN 9 5/8" 32.3# H-40 SURFACE CSG. LEAD CMT W/160 SX CLASS G @11.0 PPG 3.82 YIELD. TAILED W/200 SX CLASS G @15.8 PPG 1.15 YIELD. TOP OUT W/450 SX CLASS G @15.8 PPG 1.15 YIELD.

SPUD WELL LOCATION ON 12/08/2005 AT 1400 HRS.

| The state of the s |                        |                     |  |
|--|------------------------|---------------------|--|
| 14. I hereby certify that the foregoing is true and correct<br>Name (Printed/Typed)  | Title                  |                     |  |
| Sheila Upchego   | Regulatory Analyst     |                     |  |
| Sighature III / Will / MI  | Date December 14, 2005 |                     |  |
| THIS SI  | PACE FOR FEI           | DERAL OR STAT       | E USE  |
| Approved by  |                        | Title               | Date   |
| Conditions of approval, if any, are attached. Approval of this notice doe certify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.  | the subject lease      | Office              |  |
| Title 18 U.S.C. Section 1001, make it a crime for any person   | n knowingly and        | d willfully to make | e to any department or agency of the United States any |

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

DEC 2 0 2005

<sup>13.</sup> Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

# UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

If Indian, Allottee or Tribe Name

## BUREAU OF LAND MANAGEMENT

Lease Serial No. U-02277-A

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or reenter an

| abandoned well.   | Use Form 3160-3 (APD)  | for such proposals.   |   |
|---|--|---|---|
| SUBMIT IN TRIPL   | 7. If Unit or CA/Agreement, Name and/or No.                          |   |   |
| 1. Type of Well Oil Well X Gas Well 2. Name of Operator WESTPORT OIL & GAS CO                 | Other  | CONFIDENTIAL  | NATURAL BUTTES UNIT  8. Well Name and No.  NBU 1021-230  9. API Well No.                                  |
| 3a. Address 1368 SOUTH 1200 EAST V 4. Location of Well (Footage, Sec., SWSE SECTION 23-T10S-F | ERNAL, UT 84078 T., R., M., or Survey Description                    |   | 10. Field and Pool, or Exploratory Area  NATURAL BUTTES  11. County or Parish, State  UINTAH COUNTY, UTAH |
| 12. CHECK APP   | ROPRIATE BOX(ES) TO  | INDICATE NATURE OF NOTICE,  |   |
| TYPE OF SUBMISSION  |  | TYPE OF ACTIO   | N   |
| <ul><li>Notice of Intent</li><li></li></ul>   | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Fracture Treat Reclamat  New Construction Recomple  Plug and Abandon Temporat  Plug Back Water Di | other FINAL DRILLING OPERATIONS sposal  |
| 13 Describe Proposed or Completed Ope   | rations (clearly state all pertinent                                 | t details, including estimated starting date of   | any proposed work and approximate duration thereof.   |

If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

FINISHED DRILLING FROM 2020' TO 9155'. RAN 4 1/2" 11.6# I-80 PRODUCTION CSG. LEAD CMT W/350 SX PREM LITE II @11.0 PPG 3.38 YIELD. TAILED CMT W/1600 SX 50/50 POZ @14.3 PPG 1.31 YIELD. DISPLACED W141.4 BBLS BUMP PLUG FINAL PSI 2850. BUMP 500 PSI OVER. PLUG HOLDING. FULL RETURNS DURING CMT JOB. 70 BBLS CMT TO SURFACE. NDBOPE SET SLIPS W/100,000# WT CUT OFF 4.5 CSG CLEAN MUD TANKS.

RELEASED ENSIGN RIG 12 ON 03/05/2006 AT 1400 HRS.

| Name (Printed/Typea)  | Title<br>Regulatory Analyst |      |
|---|-----------------------------|------|
| (Signoture - / )  | Date<br>March 6, 2006       |      |
| THIS SPACE FO   | R FEDERAL OR STATE          | USE  |
| pproved by  | Title                       | Date |
| conditions of approval, if any, are attached. Approval of this notice does not warra errify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon.  Title 18 U.S.C. Section 1001, make it a crime for any person knowing | iease                       |      |

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

U-02277-A

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

6. If Indian, Allottee or Tribe Name

# SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

|  |  |   |   | 7. If Unit or CA  | /Agreement, Name and/or No.  |  |
|--|--|---|---|---|--|--|
| SUBMIT IN TRIPLI   |  |   |   |   |  |  |
|  |  |   |   | NATURAL B   | UTTES UNIT   |  |
| I. Type of Well  | Other  | MICIDICALTIC  | ۱.  | 8. Well Name a  | nd No.   |  |
| On Wen La Gas  | - Other  | <del>JINFIUENITI</del>  | <u> </u>  | NBU 1021  | -230   |  |
| 2. Name of Operator  |  |   |   | 9. API Well No  |  |  |
| WESTPORT OIL & GAS CO.   | MPANY L.P.   |   |   |   |  |  |
| 3a. Address  |  | 3b. Phone No. (include  | e area code)  | 43-047-3579   |  |  |
| 1368 SOUTH 1200 EAST V   | FRNAL. UT 84078  | (435) 781-7024  |   | 1   | ol, or Exploratory Area  |  |
| G /  | T R M or Survey Descriptio   | on)   |   | NATURAL B   | UTTES  |  |
| 4. Location of Well (Footage, Sec., )  | ,  |   |   | 11. County or Parish, State   |  |  |
| SWSE SECTION 23-T10S-R   | R21E 780'FSL & 1980'H  | FEL   |   | UINTAH COUNTY, UTAH   |  |  |
| 12 CHECK APPI  | ROPRIATE BOX(ES) TO I  | NDICATE NATURE  | OF NOTICE, F  | REPORT, OR OT   | THER DATA  |  |
|  | CONTRIB BONGED   |   | E OF ACTION   |   |  |  |
| TYPE OF SUBMISSION   |  | TYP   | E OF ACTION   |   |  |  |
| Notice of Intent   | Acidize Alter Casing   | Deepen Fracture Treat   | Production Reclamation                                    |   | <ul><li>Water Shut-Off</li><li>Well Integrity</li><li>X Other PRODUCTION</li></ul> |  |
| X Subsequent Report  | Casing Repair  | New Construction  |   | ily Abandon   | START-UP   |  |
|  | Change Plans   | Plug and Abandon  |   |   |  |  |
| Final Abandonment Notice   | Convert to Injection   | Plug Back   | Water Dis   | •   | and approximate duration thereof   |  |
| 13. Describe Proposed or Completed Ope If the proposal is to deepen directions | rations (clearly state all pertinent ally or recomplete horizontally, gives will be performed or provide | details, including estimated<br>ive subsurface locations and<br>the Bond No. on file with | d starting date of a<br>d measured and tr<br>BLM/BIA Requ | any proposed work a<br>ue vertical depths of<br>uired subsequent repo | f all pertinent markers and zones. orts shall be filed within 30 days              |  |

following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

THE SUBJECT WELL LOCATION WAS PLACED ON PRODUCTION ON 03/18/2006 AT 11:00 AM.

PLEASE REFER TO THE ATTACHED CHRONOLOGICAL WELL HISTORY.

RECEIVED

MAR 2 9 2006

|  |  | FILL OF OIL GAS & MINISTS                        |
|--|--|--|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Sheila Upchego Signature THIS S   | Title Regulatory Analyst Date March 21, 2006 SPACE FOR FEDERAL OR STATE US | SE   |
| Approved by  | Title  | Date   |
| Conditions of approval, if any, are attached. Approval of this notice do certify that the applicant holds legal or equitable title to those rights in which would entitle the applicant to conduct operations thereon.  Title 18 U.S.C. Section 1001, make it a crime for any personal conductors. | The sholeer lease  | ny department or agency of the United States any |

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

# WESTPORT OIL & GAS COMPANY, LP

## CHRONOLOGICAL HISTORY

## NBU 1020-23O

|          | SPUD                        | Surface<br>Air Rig  | Casing           | Act                                     | civity   |                                | Status  |
|----------|-----------------------------|---|------------------|---|--|--------------------------------|---------|
| 12/02/05 |                             |   | Build I          | Jocation, 45%                           | 6 complete   |                                | Caza 12 |
| 12/05/05 |                             |   | Build I          | Location, 85%                           | 6 complete   |                                | Caza 12 |
| 12/06/05 |                             |   | Build l          | Location, 95%                           | 6 complete   |                                | Caza 12 |
| 12/07/05 |                             |   | Build l          | Location, 95%                           | 6 complete   |                                | Caza 12 |
|          |                             |   | Locati           | on built, WO                            | BR   |                                | Caza 12 |
| 12/08/05 |                             |   |                  |   |  |                                | Caza 12 |
| 12/09/05 | 12/8/05                     | 9 5/8" @ 1985'  | Set cor          | nductor & Ail                           | r rig spud. WORT   |                                | Caza 12 |
| 12/13/05 | 12/8/05                     | 9 5/8" @ 1985'  | WOR              | Γ                                       |  |                                | Caza 12 |
| 12/27/05 | 12/8/05                     | 9 5/8" @ 1985'  | Ring in          | n, WORT                                 |  |                                | Caza 12 |
| 01/23/06 | MIRII #1 engin              | Csg. 9 5/8"@ 19<br>ne down so sendir<br>ts, and shaft bea | ng draw          | MW: 8.4<br>works and e<br>Repair expect | SD: 1/X/06<br>ngines to Casper fo<br>ed to take 10-14 da | DSS: 0<br>or replacem          | ent of  |
| 01/24/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 19   | 985'<br>ks and s | MW: 8.4 ent to Casper                   | SD: 1/X/06<br>. Rig expected bac                         | DSS: $0 	ext{ck} \pm 2/4/06$ . |         |
| 01/25/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 19es and draw worl                           | 985'<br>ks and s | MW: 8.4<br>sent to Casper               | SD: 1/X/06<br>. Rig expected bac                         | DSS: 0 $ck \pm 2/4/06$ .       | ·       |
| 01/26/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 1<br>es and draw worl                        | 985'<br>ks and s | MW: 8.4<br>sent to Casper               | SD: 1/X/06<br>r. Rig expected bac                        | DSS: 0 ck ± 2/4/06.            |         |
| 01/27/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 1<br>es and draw wor                         | 985'<br>ks and   | MW: 8.4<br>sent to Caspe                | SD: 1/X/06<br>r. Rig expected bac                        | DSS: 0 $ck \pm 2/4/06$ .       |         |
| 01/30/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 1<br>es and draw wor                         | 985'<br>ks and   | MW: 8.4 sent to Caspe                   | SD: 1/X/06<br>r. Rig expected ba                         | DSS: 0 $ck \pm 2/8/06$ .       |         |
| 01/31/06 | TD: 2020'<br>Removed engine | Csg. 9 5/8"@ 1<br>es and draw wor                         | .985'<br>ks and  | MW: 8.4 sent to Caspe                   | SD: 1/X/06<br>r. Rig expected ba                         | DSS: $0$ ck $\pm 2/8/06$ .     |         |
| 02/01/06 | TD: 2020'                   | Csg. 9 5/8"@ 1  | 985'             | MW: 8.4                                 | SD: 1/X/06   | DSS: 0                         | ÷       |

|          | Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/8/06.  |
|----------|---|
| 02/02/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/8/06.   |
| 02/03/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/8/06.   |
| 02/06/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/8/06.   |
| 02/07/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/11/06.  |
| 02/08/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/11/06.  |
| 02/09/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/13/06.  |
| 02/10/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/13/06.  |
| 02/13/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/13/06.  |
| 02/14/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/15/06.  |
| 02/15/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Removed engines and draw works and sent to Casper. Rig expected back $\pm$ 2/15/06.  |
| 02/16/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: $1/X/06$ DSS: 0 Repair draw works. Will ship from Casper today. Rig expected back $\pm$ 2/16/06.   |
| 02/17/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: 2/X/06 DSS: 0 Finish repair to draw works. Will ship f/ Casper today and rig up Sat. Expected spud ± 2/19/06.  |
| 02/20/06 | TD: 2020' Csg. 9 5/8"@ 1985' MW: 8.4 SD: 2/X/06 DSS: 0<br>Ship draw works from Casper and install same. Raise derrick and rig up floor. NU and test<br>BOPE. Pick up 7 7/8" PDC Bit, mud motor and BHA @ report time. |
| 02/21/06 | TD: 3520' Csg. 9 5/8"@ 1985' MW: 8.7 SD: 2/20/06 DSS: 1 Pick up 7 7/8" PDC Bit, mud motor and BHA and drill cement and FE. Drill from 2000'-3520'. DA @ report time.  |
| 02/22/06 | TD: 4250' Csg. 9 5/8"@ 1985' MW: 8.4 SD: 2/20/06 DSS: 2<br>Drill from 3520'-4250'. DA @ report time.  |
| 02/23/06 | TD: 5220' Csg. 9 5/8"@ 1985' MW: 8.4 SD: 2/20/06 DSS: 3<br>Drill from 4250'-4304'. TFNB. Drill to 5220'. DA @ report time.  |
| 02/24/06 | TD: 6400' Csg. 9 5/8"@ 1985' MW: 8.7 SD: 2/20/06 DSS: 4 Drill from 5220'-6400'. DA @ report time.   |

| 02/27/06 | TD: 7800' C                      | sg. 9 5/8"@ 1985'    | MW: 9.8        | SD: 2/20/06     | <b>DSS: 7</b> |
|----------|----------------------------------|----------------------|----------------|-----------------|---------------|
|          | Drill from 6400'-6: report time. | 516'. TFNB. Drill to | 7472'. TFNB ai | nd MM. Drill to | 7800'. DA     |
| 02/28/06 | TD: 8220' C                      | sg. 9 5/8"@ 1985'    | MW: 9.9        | SD: 2/20/06     | DSS: 8        |
|          | Drill from 7800'-8               | 220'. DA @ report ti | me.            |                 |               |
| 03/01/06 | TD: 8510' C                      | sg. 9 5/8"@ 1985'    | MW: 10.1       | SD: 2/20/06     | <b>DSS: 9</b> |
|          | Drill from 8220'-8               | 510'. DA @ report ti | me.            |                 |               |
| 03/02/06 |                                  | sg. 9 5/8"@ 1985'    | MW: 10.2       | SD: 2/20/06     | DSS: 10       |
|          | TFNB. Drill from                 | 8510'-8700'. DA @    | report time.   |                 |               |
| 03/03/06 | TD: 8978' C                      | sg. 9 5/8"@ 1985'    | MW: 10.2       | SD: 2/20/06     | DSS: 11       |
|          | Drill from 8700'-8               | 978'. DA @ report ti | me.            |                 |               |

- PROG: RR & EQUIP TO LOCATION. HSM. SPOT EQUIP & RIG. RU RIG. ND WH, NU BOP. PU 3-7/8" BIT& SUB. TALLY & RIH W/BIT & TBG TO 7480' (236 JTS). POOH, STAND BACK TBG. STOP FOR NIGHT W/EOT @ 2300'. SWI, SDFN.
- PROG: OPEN WL, FINISH POOH WITH 2-3/8"TBG &MILL. ND BOP, NU FRAC VALVE. RU CUTTERS, RUN CBL F/9065' TO SURFACE. RU QUICK TEST, PRESS TEST TO 7500#. RIH WITH PERF GUN, PERF 8465'-69', 8602'-06',8638'-44', 4 SHOTS PER FOOT, 56 HOLES. SWI, 3:00 PM.
- **03/15/06** PROG: 7:00AM HSM. RU CUTTERS & BJ.

STAGE 1#: PERFS 8465-8644'. OPEN WL 270 SHUT IN PRES. BROKE @ 3962, IR 44, IP 5600, ISIP 3200 , FG .81, MP 6615, MR 50.5, AP 5630, AR 46.5, FG 1, ISIP 4660 , NPI 1760 , CLEAN 1452 BBLS, SD 170,500# 20# GEL.

(a)

STAGE 2#: RIH SET CBP @ 7778', PERF 7740-48, 4SPF, 32 HOLES, BROKE @2934, IR 45.5, IP 5600, ISIP 2645, FG .76, MP4660, MR 46, AP 4495, AR 46, .80, ISIP 2860, NPI 215, CLEAN 620 BBLS, SD 68, 787#, 18#GEL.

STAGE 3#: RIH SET CBP @ 7513', PERF 7274-78, 7345-50, 7478-83', 4SPF, 56 HOLES, BROKE @ 3592', IR 48.5, IP 5500, ISIP 2500, FG .77, MP 5340, MR 51.1, AP 4890, AR 50.8, FG .90. ISIP 3460 NPI 960, CLEAN 2040, SD 271,237#, 18# GEL.

STAGE 4#: RIH SET CBP @ 7024, PERF 6991-99, 4SPF, 32 HOLES, BROKE @ 3313, IR 23.2, IP 2360, ISIP 1820, FG .69, MP 2955, MR 22.1, AP 2778, AR 21.9, FG .93, ISIP 3440, NPI 1621, CLEAN 386 BBLS . SD 35,578#, 18# GEL.

STAGE 5#: RIH SET CBP @ 6838', PERF 6800-08, 4SPF, 32 HOLES, BROKE @ 3184, IR 39, IP 4600, ISIP 2150 , FG .75, MP 4200, MR 41.5, AP 4020, AR 41.3, FG .92, ISIP 3300, NPI 1150, CLEAN 841 BBLS, SD 103,365#, 18# GEL.

STAGE 6#: RIH SET CBP @ 6538, PERF 6199-6203', 6503-08, 4 SPF, 36 HOLES, BROKE @ 2375, IR 50, IP 4000, ISIP 1750, FG .70, MP 3980, MR 49.5, AP 3853, AR 49.3, FG .82, ISIP 2460, NPI 710, CLEAN 1570 BBLS,SD 202,527#, 18# GEL.

STAGE 7#: RIH SET CBP @ 5120', PERF 5085-90', 4SPF, 20 HOLES, BROKE @ 2123, IR 30.5, IP 2440, ISIP 1180, FG .67, MP 2545, MR 30.5, AP 2363, AR 30.3, FG .84, ISIP 2050, NPI 870 BBLS, SD 128,758#, 18# GEL. RIH SET KILL PLUG @ 5000'. RD CUTTERS & BJ. 677

GALS OF DVE FOR FRAC JOB. TOTALS SD 980,752# , CLEAN 7879 BBLS . SWI 7:30 PM.

03/16/06

PROG: 7:00 AM OPEN WL. ND FRAC VALVES. NU BOP. PU 3-7/8" BIT, X-TRA FLOAT POBS. RIH W/ 2-3/8" TBG. TAG @ 5000. RU DRL EQUIP, BROKE CONV CIR .DRL UP CBP @ 5000'. NO PRES INC. RIH, TAG @ 5090', 30' SD. DRL DN TO CBP @ 5120'. DRL UP CBP, 100 # INC. RIH, TAG @ 6500', 38' SD. DRL DN TO CBP @ 6538'. DRL UP CBP. 150 # INC. RIH, TAG @ 6808, 30' SD. DRL DN TO CBP @ 6838'. DRL UP CBP @ 6838' .200 # INC. RIH, TAG @ 6999'. 30' SD. DRL DN TO CBP @ 7029'. DRL UP CBP , 200 # INC . RIH TAG @ 7483, 30' SD , DRL DN TO CBP @ 7513' , 200 # INC . RIH , TAG @ 7748 , 30' SD .DRL DN TO CBP @ 7778' . DRL UP CBP, 100 # INC. RIH TO 8860'. PBTD. CIR WL. POOH LD EXCESS TBG. EOT @ 3850'. SWI 5:30 PM.

03/17/06

PROG: 7:00 AM OPEN WL . 1100 # ON WL BLOW WL DN TO PIT . LAND TBG W/ 154 JTS IN WELL. EOT @ 4896' . ND BOP , ND WLHEAD . DROP BALL POBS W/ 500 # ON CSG .

154 JTS IN WELL 142 JTS ON TRAILER

WELL WENT ON SALES:03/18/06, 11:00AM, 1000 MCF, 22/64 CHK, SICP: 1700#, FTP: 1000#, 40 BWPH, <u>FINAL REPORT FOR COMPLETION.</u>

03/20/06

ON SALES

03/18/06: 431 MCF, 0 BC, 520 GW, TP: 1000#, CP: 1800#, 22/64 CHK, 24 HRS, LP: 69#.

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: November 30, 2000

5. Lease Serial No.

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

|                    |                            |  |               |               |              |                  |                      |             |                    |                        | U-02   | 2277-A              |                         |              |                      |           |
|--------------------|----------------------------|--|---------------|---------------|--------------|------------------|----------------------|-------------|--------------------|------------------------|--|---------------------|-------------------------|--------------|----------------------|-----------|
| la. Type of        | f Well                     | Oil V  | Vell 🔀        |               | ☐ Dry        | Other            |                      |             |                    |                        | 6.   | If Indian           | , Allottee              | or Trib      | e Name               |           |
| b. Type of         | Completion                 | n:   | New           |               | Work Over    | Deepen           | ☐ Pl                 | ug Back     | Diff.              | Resvr.                 | 7.   | Unit or C           | CA Agreen               | nent N       | ame and No.          | _         |
|                    |                            |  | Other         |               |              |                  |                      | 11551       |                    |                        | TAN  | URAL                | BUTTE                   | S UN         | NIT                  |           |
| 2. Name of         | Operator                   | NI & G.  | AS ONS        | HORFI         | P            |                  | UU                   | NFID        | ENTI               | Al                     | 1 -  |                     | ame and W               |              | ).                   |           |
| 3. Address         |                            | IL & G   | 70 ONO        | TIONE         | .1           |                  | 3a. Ph               | one No. (in | clude area         | code)                  |  | API Wel             |                         |              |                      | _         |
|                    |                            | 00 FAS   | T VER         | NAL. UT       | AH 8407      | <b>'</b> 8       | (435)                | -781-70     | 24                 |                        |  | 473579              |                         |              |                      |           |
| 4. Location        | of Well (R                 | eport loca                                     | tions clear   | ly and in ac  | cordance w   | vith Federal req | uiremen              | ts)*        |                    |                        | L  |                     | d Pool, or              | Evnlo        | ratory               |           |
| At surface         |                            |  | SW.           | SE 780'       | FSL, 198     | 30'FEL           |                      |             |                    |                        | NAT  | URAL                | BUTTE                   | s _          |                      |           |
| At ton prod        | l. interval re             | norted be                                      | low           |               |              |                  |                      |             |                    |                        | 11.  | Sec., T.,<br>Survey | , R., M., or<br>or Area | Block<br>SEC | cand<br>23, T10S, R2 | <u>1E</u> |
|                    |                            | ported be                                      |               |               |              |                  |                      |             |                    |                        | 1  | County<br>TAH       | or Parish               |              | 13. State            |           |
| At total der       |                            |  | 16 5          | Date T.D. R   | anahad       |                  | 16 Dat               | te Complete | ed                 |                        |  |                     | ns (DF, R               | KB, R        |                      | -         |
| 14. Date S         | •                          |  |               |               | cached       |                  |                      | D & A       | X Read             | y to Prod.             |  |                     | •                       | ŕ            |                      |           |
| 12/08/05           |                            |  |               | )4/06         | lug Back T.  | D. MD            | 9123                 |             |                    | 20. Depth              |  |                     | t: MD                   |              |                      | _         |
| 18. Total I        | TV                         | 'D   | 9155'         |               |              | TVD              | 9123                 |             |                    |                        |  |                     | TVD                     |              |                      | _         |
| 21. Type E         | lectric & O                | ther Mech                                      | anical Log    | s Run (Sub    | mit copy of  | each)            |                      |             | 22. Was<br>Was     | well cored<br>DST run? | 1 <b>I I I</b> I                                 |                     | Yes (Sub<br>Yes (Sub    |              |                      |           |
| CBL-CC             | LGP                        |  |               |               |              |                  |                      |             |                    | tional Sur             |  |                     | ☐ Yes                   | (Subm        | nit copy)            |           |
|                    | and Liner I                | Record (R                                      | eport all si  | trings set in | well)        |                  |                      |             |                    |                        |  |                     |                         |              | •                    | _         |
|                    | Size/Grade                 | F  |               | op (MD)       | Bottom (I    | MD) Stage Ce     |                      | No. of      |                    | Slurry V               |  | Cemen               | t Top*                  | Aı           | mount Pulled         |           |
| 20"                | 14"                        | 36.7   |               | -F (- /       | 40'          | Dep              | oth                  | Type of 28  |                    | (BBL)                  | <del>'</del>                                     |                     |                         |              |                      | _         |
| 12 1/4"            | 9 5/8"                     | 32.3   |               |               | 2020         | )'               |                      | 810         | SX                 |                        |  |                     |                         |              |                      |           |
| 7 7/8"             | 4 1/2"                     | 11.6   |               |               | 9155         | ;                |                      | 1950        | ) SX               |                        |  |                     |                         |              |                      | _         |
|                    |                            |  |               |               | l            |                  |                      |             |                    |                        |  |                     |                         |              |                      |           |
| 24. Tubing<br>Size | Record  Depth Se           | ot (MD)  | Packer De     | nth (MD)      | Size         | Depth Se         | et (MD)              | Packer De   | pth (MD)           | Siz                    | ze   | Dep                 | th Set (MI              | D) P         | Packer Set (MD       | ))        |
| 2 3/8"             | 489                        |  | Tacker De     | pin (MD)      | 3.20         |                  | (/                   |             |                    |                        |  |                     |                         |              |                      | _         |
| 2 0,0              |                            |  |               |               |              |                  |                      |             |                    |                        |  |                     |                         | l_           |                      | _         |
| 25. Produc         | ing Interval               | s WS   | MUD           |               |              | 26. Perf         |                      |             |                    | 0.                     | 1 5  | 77.1                |                         | Door         | Chahua               |           |
|                    | Formation                  |  |               | Тор           | Botton       |                  | rforated             |             |                    | Size                   |  | . Holes             | <del>- </del>           |              | Status<br>PEN        | _         |
| • • /              | WASATO                     |  |               | 5085'         | 6808         |                  | 085'-6<br>991'-8     |             |                    | ).35<br>).35           |  | 176                 | <del></del>             |              | PEN                  | _         |
|                    | ESAVEF                     | KDE  | '             | <u> </u>      | 8644         |                  | 1-0                  | 044         | <del>-   - '</del> | 7.00                   | <del>                                     </del> | 170                 |                         |              |                      | _         |
| C)                 |                            |  |               |               |              |                  | <del></del>          |             |                    |                        |  |                     |                         |              |                      | _         |
| D)<br>27. Acid. F  | racture, Tre               | eatment, C                                     | Cement Squ    | eeze, Etc.    | 1            |                  |                      |             |                    |                        | 4  |                     |                         |              |                      |           |
|                    | Depth Inter                |  |               |               |              |                  |                      | Amount an   |                    |                        |  |                     |                         |              |                      |           |
|                    | 5085'-680                  | 08'  | PMF           | 3381 B        | BLS LIG      | HTNING 18        | 3# & 4               | 34,650#     | 20/40 N            | 1ESH S                 | D  |                     |                         |              |                      |           |
| (                  | 991'-86                    | <u>44'                                    </u> | PMF           | 2 4498 E      | BLS LIG      | HTNING 18        | 3#, 207              | # & 546,    | 102# 20            | /40 ME                 | SH 5   | ַ                   |                         |              |                      | _         |
|                    | <del></del>                |  |               |               |              |                  |                      |             |                    |                        |  |                     |                         |              |                      |           |
| 28. Produc         | tion - Interv              | al A   |               |               |              |                  |                      |             |                    |                        |  |                     |                         |              |                      | _         |
|                    | Test                       |  | Test          | Oil           | Gas          | Water<br>BBL     | Oil Grav<br>Corr. Al | -           | Gas<br>Gravity     |                        | Produc   | ction Meth          | od                      |              |                      |           |
|                    | Date<br>03/23/06           |  | Production    | BBL 0         | MCF<br>1,254 | 600              | Coil. Al             | 1           | Glavity            |                        |  | FLO                 | WS FR                   | OM V         | WELL                 |           |
| Choke              | Tbg. Press.                | Csg.   | 24 Hr.        | Oil           | Gas          | Water            | Oil Grav             | -           | Well Status        |                        |  |                     |                         |              | •                    |           |
|                    | Flwg. 1019#                |  | Rate          | BBL           | мсғ<br>1254  | BBL 600          | Corr. Al             | PI          |                    | PF                     | RODI   | JCING               | GAS W                   | /ELL         |                      |           |
|                    | SI<br>ction - Inter        | 1594#  |               | 0             | 1234         | 1 000            |                      |             |                    |                        |  | REC                 | EIVE                    | <u>-</u>     |                      | _         |
|                    | Test                       |  | Test          | Oil           | Gas          | Water            | Oil Grav             | -           | Gas                |                        | Produc   | mon Mem             | ou                      |              |                      |           |
| Produced           | Date                       | Tested   |               | BBL           | MCF          | BBL              | Corr. Al             | PI          | Gravity            |                        |  | APR                 | Ws 200                  | <b>К</b> м v | WFII                 |           |
|                    | 03/23/06                   |  | 24 Hr.        | Oil           | 1254<br>Gas  | 600<br>Water     | Oil Grav             | vity        | Well Status        |                        | DIL.   |                     |                         |              |                      | _         |
| Choke<br>Size      | Tbg. Press.<br>Flwg. 1019# | Csg.<br>Press.                                 | Rate          | BBL           | MCF          | BBL              | Corr. Al             | -           |                    | _                      | UIV. (   | JF OIL              | GAS & M<br>GAS W        | NINC         | 3                    |           |
|                    | SI .                       | 1594#  | $\rightarrow$ | 0             | 1254         | 600              | <u> </u>             |             |                    | PI                     | אטטו   | JUNG                | GAS V                   | CLL          |                      |           |

|                        | duction - Int  |                            | Ties .             | Ton           | Ices           | Wet                          | Oil Gravity                           | Gas Gravity                     | Production Method          |                      |
|------------------------|--|----------------------------|--------------------|---------------|----------------|------------------------------|---------------------------------------|---------------------------------|----------------------------|----------------------|
| Date First<br>Produced | Test<br>Date   | Hours<br>Tested            | Test<br>Production | Oil<br>BBL    | Gas<br>MCF     | Water<br>BBL                 | Corr. API                             | Gas Gravity                     | Flounction We alou         |                      |
| Choke<br>Size          | Tbg. Press.<br>Flwg.<br>SI                                   | Csg.<br>Press.             | 24 Hr. Rate        | Oil<br>BBL    | Gas<br>MCF     | Water<br>BBL                 | Gas : Oil<br>Ratio                    | Well Status                     |                            |                      |
| 28c. Pro               | duction - Int  | erval D                    |                    |               |                |                              |                                       |                                 |                            |                      |
| Date First<br>Produced | Test<br>Date   | Hours<br>Tested            | Test<br>Production | Oil<br>BBL    | Gas<br>MCF     | Water<br>BBL                 | Oil Gravity<br>Corr. API              | Gas Gravity                     | Production Method          |                      |
| Choke<br>Size          | Tbg. Press.<br>Flwg.<br>SI                                   | Csg.<br>Press.             | 24 Hr.<br>Rate     | Oil<br>BBL    | Gas<br>MCF     | Water<br>BBL                 | Gas : Oil<br>Ratio                    | Well Status                     |                            |                      |
| SOLD                   | osition of Ga  |                            |                    |               |                |                              |                                       |                                 |                            |                      |
| Show<br>tests          | mary of Porce<br>wall importa<br>including de<br>recoveries. | nt zones of                | porosity and       | l contents t  | hereof: Core   | d intervals and              | d all drill-stem<br>shut-in pressures | 31. Formation                   | on (Log) Markers           |                      |
| For                    | rmation  | Тор                        | Bottom             |               | Descrip        | tions, Conten                | ts, etc.                              |                                 | Name                       | Top<br>Meas. Depth   |
| WASA'                  | TCH<br>VERDE   | 4290'<br>6977'             | 6977'              |               |                |                              |                                       |                                 |                            |                      |
| 32. Addi               | tional remark  | cs (include                | plugging pro       | ocedure):     |                |                              |                                       |                                 |                            |                      |
| 1. El<br>5. Su         | e enclosed at<br>ectrical/Mec<br>andry Notice                | hanical Log<br>for pluggir | gs (1 full set     | nt verificati | ion 5.         | Geologic Rep<br>Core Analysi | s 7. Otl                              |                                 | 4. Directional Survey      |                      |
|                        |  |                            |                    |               | mation is com  | plete and con                |                                       |                                 | e records (see attached in | structions)*         |
| Name                   | (please prini  | SHEI                       | LA UPCH            | nEGO          | (IM)           |                              | Title                                 |                                 | TORY ANALYST               |                      |
| Signat                 |  | 1001 and 7                 | Citle 43 11 S.C.   | Section 1     | 212, make it a | crime for any                | Date                                  | 4/11/2006<br>and willfully to n | nake to any department or  | agency of the United |
| States any             | false, fictitie  | ous or frau                | idulent states     | ments or rep  | presentations  | as to any matt               | er within its jurisd                  | iction.                         |                            |                      |

o U.S. GPO: 1999-573-624

# Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

| ROUTING |
|---------|
| 1. DJJ  |
| 2 CDW   |

## X Change of Operator (Well Sold)

Operator Name Change/Merger

| The operator of the well(s) listed below has changed, effective:  | 1/6/2006           |                |               |              |             |  |
|---|--------------------|----------------|---------------|--------------|-------------|--|
| FROM: (Old Operator):   | TO: ( New O        | erator):       |               |              |             |  |
| N2115-Westport Oil & Gas Co., LP  | N2995-Kerr-M       |                | Gas Onsho     | re, LP       |             |  |
| 1368 South 1200 East  | 1368 S             | outh 1200      | East          |              |             |  |
| Vernal, UT 84078  | Vernal             | , UT 84078     | 3             |              |             |  |
| Phone: 1-(435) 781-7024   | Phone: 1-(435)     | 781-7024       |               |              |             |  |
| CA No.  | Unit:              | N              | ATURAL I      | BUTTES       | UNIT        |  |
| WELL NAME SEC TWN RNG   | API NO             | ENTITY         | LEASE         | WELL         | WELL        |  |
| <b>l</b> 9,   |                    | NO             | TYPE          | TYPE         | STATUS      |  |
| OPERATOR CHANGES DOCUMENTATION  |                    |                |               |              |             |  |
| Enter date after each listed item is completed  |                    |                |               |              |             |  |
| 1. (R649-8-10) Sundry or legal documentation was received from the  | FORMER ope         | rator on:      | 5/10/2000     | 5            |             |  |
| 2. (R649-8-10) Sundry or legal documentation was received from the  | NEW operator       | on:            | 5/10/2000     | 5            |             |  |
| 3. The new company was checked on the Department of Commerce  | e, Division of Co  | orporation     | s Database    | on:          | 3/7/2006    |  |
| 4a. Is the new operator registered in the State of Utah: YES  | Business Numb      | er:            | 1355743-01    | 81           |             |  |
| 4b. If <b>NO</b> , the operator was contacted contacted on:   | _                  |                |               | _            |             |  |
| 5a. (R649-9-2)Waste Management Plan has been received on:   | IN PLACE           |                |               |              |             |  |
| 5b. Inspections of LA PA state/fee well sites complete on:  | n/a                | 3 LA well      | s & all PA v  | vells tran   | sferred     |  |
| 5c. Reports current for Production/Disposition & Sundries on:   | ok                 | •              |               |              |             |  |
| 6. Federal and Indian Lease Wells: The BLM and or the I   | BIA has appro      | ved the n      | nerger, na    | me chan      | ge,         |  |
| or operator change for all wells listed on Federal or Indian leases of  | on:                | BLM            | 3/27/2000     | BIA          | not yet     |  |
| 7. Federal and Indian Units:  |                    |                |               |              |             |  |
| The BLM or BIA has approved the successor of unit operator for  | r wells listed on: |                | 3/27/2006     |              |             |  |
| 8. Federal and Indian Communization Agreements ("   | CA"):              |                |               |              |             |  |
| The BLM or BIA has approved the operator for all wells listed w   |                    |                | n/a           |              |             |  |
|   | ivision has appro  |                | -             | isfer of A   | uthority to |  |
| Inject, for the enhanced/secondary recovery unit/project for the wa   | ater disposal wel  | ll(s) listed o | on:           |              |             |  |
| DATA ENTRY:   |                    |                |               |              |             |  |
| 1. Changes entered in the Oil and Gas Database on:  | 5/15/2006          |                |               |              |             |  |
| 2. Changes have been entered on the Monthly Operator Change Sp  |                    |                | 5/15/2006     | <del>_</del> |             |  |
| <ul><li>3. Bond information entered in RBDMS on:</li><li>4. Fee/State wells attached to bond in RBDMS on:</li></ul>           | 5/15/2006          | -              |               |              |             |  |
| <ul><li>4. Fee/State wells attached to bond in RBDMS on:</li><li>5. Injection Projects to new operator in RBDMS on:</li></ul> | 5/16/2006          | -              |               |              |             |  |
| 6. Receipt of Acceptance of Drilling Procedures for APD/New on:   | -                  | n/a            | Name Cha      | nge Only     |             |  |
| BOND VERIFICATION:  |                    |                |               |              |             |  |
| Federal well(s) covered by Bond Number:   | CO1203             |                |               |              |             |  |
| 2. Indian well(s) covered by Bond Number:   | RLB0005239         | -              |               |              |             |  |
| 3. (R649-3-1) The NEW operator of any fee well(s) listed covered by   |                    | -              | RLB000523     | 36           |             |  |
| a. The <b>FORMER</b> operator has requested a release of liability from the   | •                  | n/a            | rider adde    |              |             |  |
| The Division sent response by letter on:  |                    |                | _             |              |             |  |
| LEASE INTEREST OWNER NOTIFICATION:  |                    | -              |               |              |             |  |
| 4. (R649-2-10) The FORMER operator of the fee wells has been cont   | tacted and inform  | ned by a let   | tter from the | Division     |             |  |
| of their responsibility to notify all interest owners of this change on   |                    | 5/16/2006      |               |              |             |  |
| COMMENTS:   |                    |                |               |              |             |  |

### **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

| _ <del></del>   | 5. Lease Serial No.   |                     |                                |                                 |                              |                          |
|---|---|---------------------|--------------------------------|---------------------------------|------------------------------|--------------------------|
| SUNDRY  | MULTIPLE LEASES   |                     |                                |                                 |                              |                          |
| Do not use this abandoned well.   | 6. If Indian, Allottee or Tr  | ibe Name            |                                |                                 |                              |                          |
| SUBMIT IN TRIPL   | 7. If Unit or CA/Agreemen   | nt, Name and/or No. |                                |                                 |                              |                          |
| I. Type of Well   |   |                     |                                |                                 |                              |                          |
| Oil Well X Gas Well   | Other   |                     |                                | ····                            | 8. Well Name and No.         |                          |
| 2. Name of Operator   |   | •                   |                                |                                 | MUTIPLE WELL                 | S                        |
| KERR-McGEE OIL & GAS C  |   |                     |                                |                                 | 9. API Well No.              |                          |
| 3a. Address   |   |                     | Phone No. (include             | L                               |                              |                          |
| 4. Location of Well (Footage, Sec.,   |   |                     | 781-7024                       |                                 | 10. Field and Pool, or Explo | oratory Area             |
| 4. Location of Well (Fundinge, Sec.,  | 1., K., M., or Survey Description   | )                   |                                | ].                              | 11 0                         |                          |
| SEE ATTACHED  |   |                     |                                |                                 | 11. County or Parish, State  |                          |
|   |   |                     |                                |                                 | UINTAH COUNTY, L             | JTAH                     |
|   | ROPRIATE BOX(ES) TO IN  | DICA                | ATE NATURE C                   | OF NOTICE, RE                   | EPORT, OR OTHER DAT          | ГА                       |
| TYPE OF SUBMISSION  |   |                     | TYP                            | E OF ACTION                     |                              |                          |
| Notice of Intent  | Acidize [   | <b>D</b>            | еереп                          | Production (                    | Start/Resume)  Water 5       | Shut-Off                 |
| Subsequent Report   | Alter Casing  | =                   | acture Treat                   | Reclamation                     |                              | * ·                      |
| Subsequent Report   | Casing Repair Change Plans  | =                   | ew Construction ug and Abandon | Recomplete                      |                              | CHANGE OF                |
| Final Abandonment Notice  | Convert to Injection  |                     | ug and Abandon<br>ug Back      | ∏ Temporarily     Water Dispose |                              | ATOR                     |
| Attach the Bond under which the wor<br>following completion of the involved<br>testing has been completed. Final At<br>determined that the site is ready for fin- | operations. If the operation results<br>bandonment Notices shall be filed | ınan                | multiple completion :          | or recompletion in              | a new interval a Form 2160 4 | aball ba Cl_ 4           |
| PLEASE BE ADVISED THAT<br>OPERATOR OF THE ATTAC<br>KERR-McGEE OIL & GAS C   | CHED WELL LOCATION  | 18. 1               | <b>EFFECTIVE</b> J             | ANUARY 6, 2                     | 2006.                        | RECEIVED                 |
| OF THE LEASE(S) FOR THE   | E OPERATIONS COND   | UCT                 | ED UPON I F                    | ASE LANDS                       | ROND COVERAGE                | MAY 1 0 2006             |
| IS PROVIDED BY STATE O  | F UTAH NATIONWIDE I   | BON                 | ID NO. RLB00                   | 05237.                          | ם באינוסט פיוסט.<br>ת        | IV OF OIL GAS & MINING   |
|   | ONO = C0/203  |                     | AP.                            | PROVEL                          | 51/6/06                      | IV. OF OIL, GAS & MININO |
| BIA B   | OND = RLB 000   | 50                  | 239 (                          | arlene,                         | Russell                      | <del></del>              |
| 14. I hereby certify that the foregoing   | g is true and correct   |                     | Divis                          | <del>lon of Oll, C</del>        | as and Mining                |                          |
| Name (Printed/Typed)  |   | Tit                 |                                |                                 | ingineering Technicia        | u .                      |
| RANDY BAYNE   |   | <del> </del>        | RILLING MANA                   | AGER                            |                              |                          |
| Kanky Sayne   |   | Da<br>Ma            | y 9, 2006                      |                                 |                              |                          |
|   | THIS SPACE F  | OR F                | EDERAL OR ST                   | ATE USE                         |                              |                          |
| Approved by   |   |                     | Title                          |                                 | Date                         |                          |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equit which would entitle the applicant to conduct                         | table title to those rights in the subject                                | rant or<br>t lease  | Office                         | 248.4                           |                              |                          |

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

## UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

## MULTIPLE LEASES

SUNDRY NOTICES AND REPORTS ON WELLS

| abandoned well.  | 6. If Indian, Allottee or Tribe N  | 6. If Indian, Allottee or Tribe Name                                     |  |                                     |                |  |  |
|--|--|--|--|-------------------------------------|----------------|--|--|
| SUBMIT IN TRIPLICATE – Other instructions on reverse side  |  |  |  | 7. If Unit or CA/Agreement, N       | ame and/or No. |  |  |
| I. Type of Well  |  |  |  |                                     |                |  |  |
| Oil Well X Gas Well  | 8. Well Name and No.   |  |  |                                     |                |  |  |
| 2. Name of Operator  | MUTIPLE WELLS  | MUTIPLE WELLS  |  |                                     |                |  |  |
| WESTPORT OIL & GAS CO  | 9. API Well No.  |  |  |                                     |                |  |  |
| 3a. Address  |  |  |  |                                     |                |  |  |
| 1368 SOUTH 1200 EAST VERNAL, UT 84078 (435) 781-7024   |  |  |  | 10. Field and Pool, or Explorato    | ry Area        |  |  |
| 4. Location of Well (Footage, Sec.,  |  |  |  |                                     |                |  |  |
| 055 47740450   | 11. County or Parish, State  |  |  |                                     |                |  |  |
| SEE ATTACHED   | UINTAH COUNTY, UTA   | UINTAH COUNTY, UTAH  |  |                                     |                |  |  |
| 12. CHECK APP  | ROPRIATE BOX(ES) TO I  | NDICATE NAT  | URE OF NOTICE  | E, REPORT, OR OTHER DATA            |                |  |  |
| TYPE OF SUBMISSION   |  |  |  |                                     |                |  |  |
| Notice of Intent   | Acidize  | Deepen   | Produc   | n (Start/Resume)                    |                |  |  |
| _  | Alter Casing   | Fracture Trea  | _  |                                     |                |  |  |
| Subsequent Report  | Casing Repair  | New Construe   |  | plete X Other CHA                   | •              |  |  |
| Final Abandonment Notice   | Change Plans Convert to Injection  | Plug and Aba   | = '  | rarily Abandon OPERATO              | R              |  |  |
| 13. Describe Proposed or Completed Open  | · – ·  | Plug Back  |  | Disposal                            |                |  |  |
| rottowing completion of the involved   | perations. If the operation result bandonment Notices shall be filed at inspection.  DO6, WESTPORT OIL & THE ATTACHED WELL | is in a multiple com<br>I only after all requ<br>GGAS COMPA<br>LOCATIONS | pletion or recompleti<br>rements, including r<br>ANY L.P., HAS<br>TO KERR-Mc | GEE OIL & GAS                       | 1 L. CI_1      |  |  |
| APPROVED 5/6/06 RECEIVE  |  |  |  |                                     | √ED            |  |  |
|  |  |  |  |                                     |                |  |  |
| Division of Oil, Gas and Mining MAY 1 0 2006 Earlene Russell, Engineering Technician   |  |  |  |                                     |                |  |  |
|  | Dariene F  | cussell, Engine  | sering Technic   | lan DIV OF OU OAS                   | 0 *****        |  |  |
| 14. I hereby certify that the foregoing  | s is true and correct  |  |  | DIV OF OIL GAS                      | * MINING       |  |  |
| Name (Printed/Typed)   |  | Title  |  |                                     |                |  |  |
| BRAD LANEY Signature   | <del></del>  |  | ING SPECIAL  | IST                                 |                |  |  |
| orginature .   |  | Date<br>May 9, 2006  | 3  |                                     | -              |  |  |
|  | THIS SPACE   | FOR FEDERAL  |  |                                     |                |  |  |
| Approved by  |  | Title  |  | Date                                |                |  |  |
| Olack January  |  |  |  | 5-9-06                              |                |  |  |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legated equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. |  |  |  |                                     |                |  |  |
| Title 18 U.S.C. Section 1001, make false, fictitious or fraudulent statemer  | it a crime for any person know   | vingly and willfull<br>matter within its ju                              | y to make to any durisdiction.   | epartment or agency of the United S | lates any      |  |  |



## **United States Department of the Interior**

BUREAU OF LAND MANAGEMENT Colorado State Office 2850 Youngfield Street Lakewood, Colorado 80215-7076

IN REPLY REFER TO:

CO922 (MM) 3106 COC017387 et. al.

March 23, 2006

#### NOTICE

Kerr-McGee Oil & Gas Onshore L.P. 1999 Broadway, Suite 3700 Denver, CO 80202

Oil & Gas

#### Merger/Name Change - Recognized

On February 28, 2006 this office received acceptable evidence of the following mergers and name conversion:

Kerr-McGee Oil & Gas Onshore L.P., a Delaware Limited Partnership, and Kerr-McGee Oil & Gas Onshore LLC, a Delaware Limited Partnership merger with and into Westport Oil and Gas Company L.P., a Delaware Limited Partnership, and subsequent Westport Oil & Gas Company L.P. name conversion to Kerr-McGee Oil & Gas Onshore L.P.

For our purposes the merger and name conversion was effective January 4, 2006, the date the Secretary of State of Delaware authenticated the mergers and name conversion.

Kerr-McGee Oil & Gas Onshore L.P. provided a list of oil and gas leases held by the merging parties with the request that the Bureau of Land Management change all their lease records from the named entities to the new entity, Kerr-McGee Oil & Gas Onshore L.P. In response to this request each state is asked to retrieve their own list of leases in the names of these entities from the Bureau of Land Management's (BLM) automated LR2000 data base.

The oil and gas lease files identified on the list provided by Kerr-McGee Oil & Gas Onshore L.P. have been updated as to the merger and name conversion. We have not abstracted the lease files to determine if the entities affected by the acceptance of these documents holds an interest in the lease, nor have we attempt to identify leases where the entity is the operator on the ground that maintains vested record title or operating rights interests. If additional documentation, for change of operator, is required you will be contacted directly by the appropriate Field Office. The Mineral Management Services (MMS) and other applicable BLM offices were notified of the merger with a copy of this notice

Please contact this office if you identify additional leases where the merging party maintains an interest, under our jurisdiction, and we will document the case files with a copy of this notice. If the leases are under the jurisdiction of another State Office that information will be forwarded to them for their action.

Three riders accompanied the merger/name conversion documents which will add Kerr-McGee Oil and Gas Onshore LLC as a principal to the 3 Kerr-McGee bonds maintained by the Wyoming State Office. These riders will be forward to them for their acceptance.

The Nationwide Oil & Gas Continental Casualty Company Bond #158626364 (BLM Bond #CO1203), maintained by the Colorado State Office, will remain in full force and effect until an assumption rider is accepted by the Wyoming State Office that conditions their Nationwide Safeco bond to accept all outstanding liability on the oil and gas leases attached to the Colorado bond.

If you have questions about this action you may call me at 303,239,3768.

/s/Martha L. Maxwell Martha L. Maxwell Land Law Examiner Fluid Minerals Adjudication

#### Attachment:

List of OG Leases to each of the following offices:
MMS MRM, MS 357B-1
WY, UT, NM/OK/TX, MT/ND, WY State Offices
CO Field Offices
Wyoming State Office
Rider #1 to Bond WY2357

Rider #1 to Bond WY2357 Rider #2 to Bond WY1865 Rider #3 to Bond WY1127



# United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3106 (UT-922)

March 27, 2006

#### Memorandum

To:

Vernal Field Office

From:

Chief, Branch of Fluid Minerals

Subject:

Merger Approval

Attached is an approved copy of the merger recognized by the Bureau of Land Management, Colorado State Office. We have updated our records to reflect the merger from Westport Oil and Gas Company L.P. into Kerr-McGee Onshore Oil and Gas Company. The merger was approved effective January 4, 2006.

Chief, Branch of Fluid Minerals

#### Enclosure

Approval letter from BLM COSO (2 pp)

cc:

MMS, Reference Data Branch, James Sykes, PO Box 25165, Denver CO 80225

State of Utah, DOGM, Attn: Earlene Russell, PO Box 145801, SLC UT 84114

Teresa Thompson

Joe Incardine

Connie Seare

Dave Mascarenas

Susan Bauman

MAR 2 8 2006

TOLOFOL, CAO 2 LINE D

| SUNDF  Do not use this form for proposition—hole depth, reenter plude DRILL form for such proposals.  1. TYPE OF WELL Gas Well  2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS  3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S | 5.LEASE DESIGNATION AND SERIAL NUMBER: U-02277-A  6. IF INDIAN, ALLOTTEE OR TRIBE NAME:  7.UNIT OF CA AGREEMENT NAME: NATURAL BUTTES  8. WELL NAME and NUMBER: NBU 1021-230  9. API NUMBER: 43047357920000  9. FIELD and POOL OF WILDCAT: NATURAL BUTTES  |                |  |  |  |  |
|--|---|----------------|--|--|--|--|
| 4. LOCATION OF WELL<br>FOOTAGES AT SURFACE:<br>0780 FSL 1980 FEL<br>QTR/QTR, SECTION, TOWNSHI<br>Qtr/Qtr: SWSE Section: 23   | COUNTY: UINTAH  STATE: UTAH   |                |  |  |  |  |
| CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA  |   |                |  |  |  |  |
| TYPE OF SUBMISSION   |   | TYPE OF ACTION |  |  |  |  |
|  | □ ACIDIZE     □ CHANGE TO PREVIOUS PLANS     □ CHANGE WELL STATUS     □ DEEPEN     □ OPERATOR CHANGE     ✓ PRODUCTION START OR RESUME     □ REPERFORATE CURRENT FORMATION     □ TUBING REPAIR     □ WATER SHUTOFF     □ WILDCAT WELL DETERMINATION  OMPLETED OPERATIONS. Clearly show all provell returned to production or | n 02/01/2011.  | Accepted by the                                  |  |  |  |
| NAME (PLEASE PRINT) Andy Lytle SIGNATURE N/A   | <b>PHONE NUMBE</b><br>720 929-6100  | FOR            | Jtah Division of I, Gas and Mining R RECORD ONLY |  |  |  |